

Town of Simsbury Connecticut



Comprehensive Annual Financial Report

For The Fiscal Year Ended
June 30, 2017

Comprehensive Annual Financial Report

of the

TOWN OF SIMSBURY, CONNECTICUT

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Department of Finance
Sean Kimball
Director of Finance

Introductory Section

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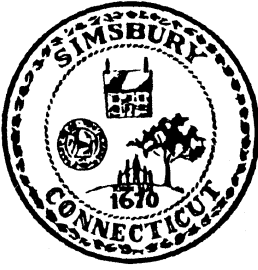
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Town of Simsbury

933 HOPMEADOW STREET

P.O. BOX 495

SIMSBURY, CONNECTICUT 06070

January 26, 2018

To the Board of Selectmen, Board of Education, Board of Finance, Town Manager and the citizens of the Town of Simsbury:

Connecticut State Statutes require that all municipal entities publish within six months of the close of the fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Simsbury, Connecticut for the fiscal year ended June 30, 2017.

This report consists of management's representations concerning the finances of the Town of Simsbury, Connecticut. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of Simsbury has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Town's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefit, the Town's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town's financial statements have been audited by Blum, Shapiro & Company, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide a reasonable assurance that the financial statements of the Town of Simsbury for the fiscal year ended June 30, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Simsbury financial statements for the fiscal year ended June 30, 2017, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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The independent audit of the financial statements of the Town was part of broader, federal and state mandated "Single Audits" designed to meet the special needs of federal and state grantor agencies. The standards governing the Federal and State Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These reports are available in the Town of Simsbury's separately issued Single Audit Reports.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town of Simsbury's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The Town of Simsbury was incorporated as Connecticut's twenty-first Town in May 1670. It has a land area of approximately 34.5 square miles and a population of approximately 24,350. Centrally located in the heart of the New York - Boston corridor, Simsbury is a most attractive and diverse suburban community. As a part of the beautiful Farmington Valley, Simsbury offers an unmatched quality of life with a traditional New England town atmosphere in a setting of rolling hills, the picturesque Farmington River and well-manicured properties. Simsbury is conveniently located 20 minutes northwest of Hartford and 20 minutes southwest of Bradley International Airport.

The Town of Simsbury operates under a Charter revised as of December 4, 2017. The form of government is Board of Selectmen/Town Manager - Board of Finance - Referendum. There are five Selectmen (2-year term) and a First Selectman (2-year term). There is also an eight-member Board of Education (4-year term) and a six member Board of Finance (6-year term). Effective December 4, 2017 the Town Manager is the full-time Chief Executive and Chief Administrative Officer of the town - a role formerly performed by the First Selectman/Selectwoman. The legislative authority of the government is vested in the Board of Selectmen. The Charter requires an automatic referendum for the annual budget and for expenditures in excess of 2% of the annual budget.

The Town of Simsbury provides a full range of services, including police protection; the construction and maintenance of streets and other infrastructure; and recreational activities and cultural events; and a public school system which is one of the finest in the state and national level for excellence. Certain sanitation services are provided by a legally separate Water Pollution Control Authority, which functions in essence as a department of the Town of Simsbury and therefore its operations have been included as an integral part of the Town of Simsbury's financial statements.

Annual Budget Process

The budget serves as the foundation of the Town of Simsbury's financial planning and control. The proposed budget is presented during at least one Board of Finance Public Hearing in April. The proposed budget is subject to an automatic referendum by all qualified voters of the Town to be held from 14 to 21 days after the Board of Finance files the approved budget with the Town Clerk. Should the referendum fail to adopt the budget, the Board of Finance, in cooperation with the First Selectman and Board of Education, shall revise the annual budget, or that portion thereof which has been rejected at the referendum, and present it at a subsequent Board of Finance Public Hearing and referendum for acceptance. If the budget remains unaccepted at the second referendum, the budget adopted for the then current fiscal year becomes the temporary budget on a month-to-month basis until a new budget is adopted.

Local Economy

The Town has a diverse local economy with retail, insurance, and manufacturing. It is host to several national corporations, a world class skating center and an outdoor performing arts center. Simsbury's recently approved Form Based Codes and Planned Area Development Zoning Regulations have encouraged the creation of economic development opportunities for mixed use, pedestrian-friendly, low impact communities. Included are Dorset Crossing, 48 units of special needs housing; and development projects underway for the property located at 200 Hopmeadow Street - former site of The Hartford's corporate offices - by The Silverman Group. As of this writing, additional projects underway include Aspen Green (on Hopmeadow Street, approved for 181 residential rental units as well as commercial and retail units); Highcroft (off Powder Forest Drive, 272 rental residences with 224 apartments and 48 townhomes); Carson Way (off Stratton Brook Road, 74 single-family planned community homes); and Mill Pond Crossing (20 luxury townhomes on Mill Pond Lane). The Town planning boards have approved 88 residential units for Cambridge Crossing, the property along Hoskins Road, with twenty percent affordable housing. Berkshire Bank on the Corner of Bushy Hill and Albany Turnpike should be opening early this year. The Ensign House, located on the corner of Drake Hill and Hopmeadow Street, was recently purchased by two Simsbury residents with the goals of preserving "the stone mansion, turning it into residential apartments and building additional net zero residential units on the property." The diversity of the Town's grand list is reflected by the fact that the ten largest taxpayers only account for 7.5% of the grand list.

The Town's current unemployment rate is 3.2% compared to the state average of 4.3% and the national average of 4.1% (as of November, 2017).

Long-Term Financial Planning

The Town and Board of Education has a five year Capital Improvement Plan which totals approximately \$60.5 million of which is estimated that \$44.3 million will be funded through debt and the remainder from grants and fund balance.

Relevant Financial Policies

The Town of Simsbury written financial policies are as follows:

- Capital and Non-Recurring Fund Policy Statement
- Investment Policy
- Pension Investment Policy and Investment Objectives
- Other Post Employment Benefit (OPEB) Trust Investment Policy
- GASB 34 - Capital Asset Policy
- Fund Balance Policy
- Debt Policy

The Town's debt policy establishes as a long term objective that debt retirement expenses (interest and principal) be at a rate of not more than 7% of the total annual budget. For the year ended June 30, 2017, the annual debt retirement expense percentage in relation to the total annual budget was 6.7% and therefore in compliance with the Town's debt policy.

Major Initiatives

At the May 24, 2017 Special Meeting of the Board of Finance, the Board approved the following major projects which were subsequently approved at Referendum:

- \$950,000 was approved and authorized to be funded through the issuance of bonds for improvements to the Simsbury Farms pool and skating rink.
- \$235,000 was approved and authorized to be funded through the issuance of bonds for upgrades to Town parks and facilities.
- \$400,000 was approved and authorized to be funded through the issuance of bonds for the acquisition of and improvements to the lights at the Simsbury Farms Recreation Complex and other town parks and public parking lots.
- \$298,000 was approved and authorized to be funded through the issuance of bonds for the renovation of the Boundless Playground located at Simsbury Meadows.
- \$150,000 was approved and authorized to be funded through the issuance of bonds for finance security upgrades for the Town and Board of Education, including a fraud audit and cyber security analysis, financial system upgrades and data encryption, enhanced cybersecurity training fire wall upgrades and a capital asset/technology inventory system.
- \$300,000 was approved and authorized to be funded through the issuance of bonds for renovation of Eno Memorial Hall.
- \$805,000 was approved and authorized to be funded through the issuance of bonds for bridge improvements.
- \$380,000 was approved and authorized to be funded through the issuance of bonds for construction of an approximately 5,000 square foot cold storage facility.
- \$125,000 was approved and authorized to be funded through the issuance of bonds for drainage improvements and cross culvert replacements.
- \$584,500 was approved and authorized to be funded through the issuance of bonds for renovations to the Simsbury Public Library upper levels and parking areas.
- \$906,048 was approved and authorized to be funded through the issuance of bonds for renovations to the Library's lower level.
- \$740,000 was approved and authorized to be funded through the issuance of bonds for replacement of the Simsbury High School tennis courts.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report for fiscal year ended June 30, 2016. This was the eighteenth consecutive year that we have received this prestigious award. In order to be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized comprehensive annual financial report. The report published satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

The preparation of this report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. In addition, the accounting firm of Blum, Shapiro & Company, P.C., made substantial contributions in the development of this document. Due credit also should be given to the First Selectwoman, Board of Selectmen, Board of Education and the Board of Finance for their cooperation, assistance and support throughout the year in matters pertaining to the financial affairs of the Town.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Sean Kimball".

Sean Kimball
Director of Finance/Treasurer



Government Finance Officers Association

**Certificate of
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in Financial
Reporting**

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**Town of Simsbury
Connecticut**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

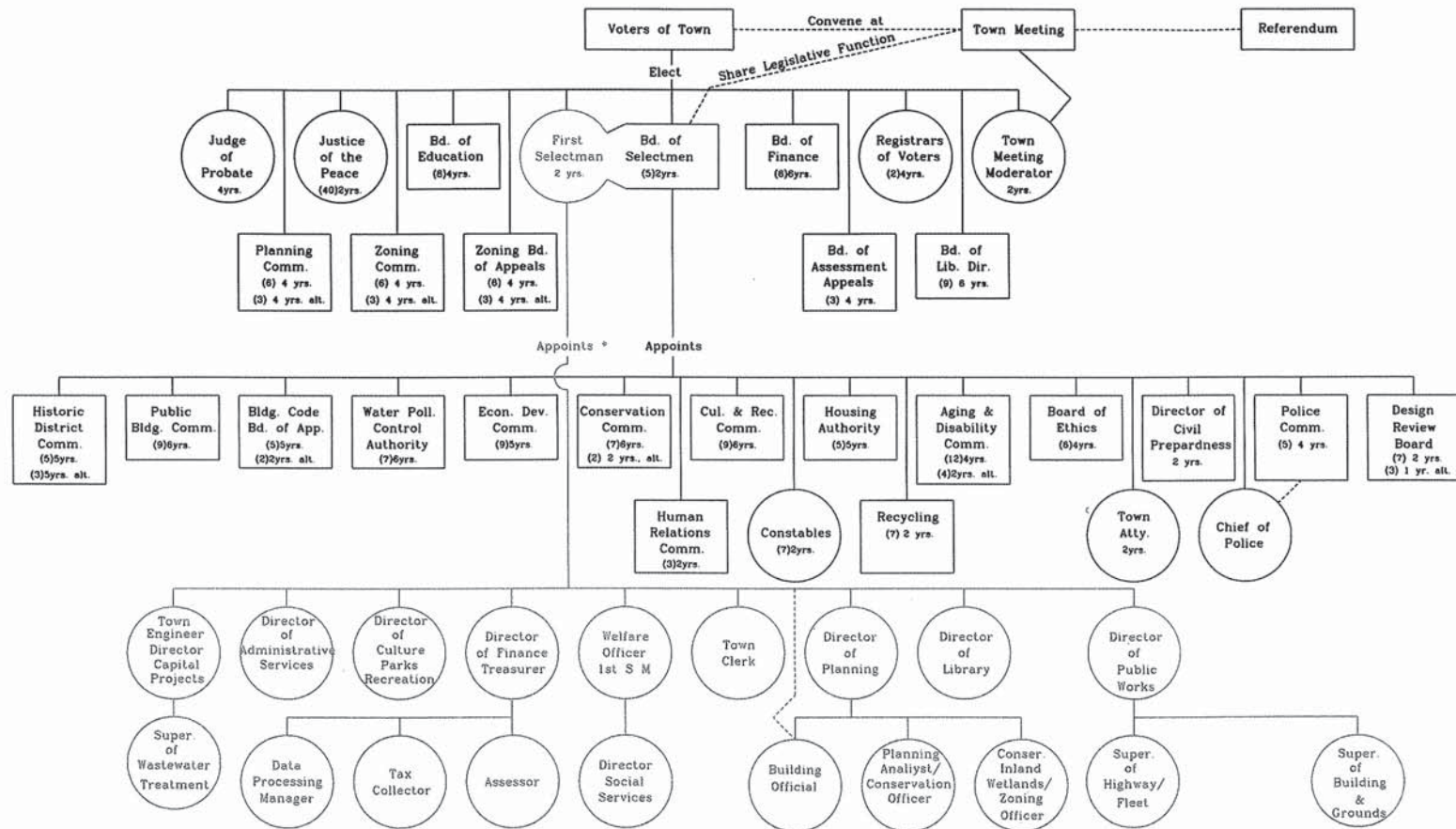
Christopher P. Morill

Executive Director/CEO

Town of Simsbury Organizational Chart

Legend

- Groups functioning as boards, commissions or departments
- Individuals functioning as separate officers
- * With the approval of Board of Selectmen
- () Indicates number of members on a board or commission, followed by term of office



PRINCIPAL OFFICIALS

June 30, 2017

BOARD OF SELECTMEN

Lisa L. Heavner, First Selectman
Chris M. Kelly, Deputy 1st Selectman
Sean P. Askham
Cheryl B. Cook
Elaine Lang
Mike R. Paine

BOARD OF EDUCATION

Tara Donohue Willerup, Chairman
Todd S. Burrick
Thomas A. Doran
Thomas E. Frank
Robert Michael Goman
Susan Salina
Lydia A. Tedone
Jeffrey Tindall

BOARD OF FINANCE

Robert D. Pomeroy, Jr., Chairman
Linda J. Schofield, Vice Chairman
Jeffrey Blumenthal
Derek R. Peterson
Kevin Prell
Moir K. Wertheimer

APPOINTED OFFICIALS

Matthew Curtis, Superintendent
Burke LaClair, School Business Manager
Sean M. Kimball, Director of Finance/Treasurer
Ericka Butler, Town Clerk
Colleen O'Connor, Tax Collector
David Gardner, Assessor
Kevin J. Kowalski, Director of Civil Preparedness
Micheline Lecours-Beck, Social Service Director
Gerard Toner, Director of Culture, Parks & Recreation
James Rabbitt, Director of Planning
Mike Glidden, Conservation Officer
Henry Miga, Building Official
Jeff Shea, Town Engineer
Updike, Kelley & Spellacy, Town Attorney

Financial Section



Accounting | Tax | Business Consulting

Independent Auditors' Report

To the Board of Finance
Town of Simsbury, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Town of Simsbury, Connecticut's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of June 30, 2017 and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and the Sewer Use Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 4 to the financial statements, during the fiscal year ended June 30, 2017, the Town adopted new accounting guidance, GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 13 and the pension and OPEB schedules on pages 67 through 78 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Simsbury, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on them.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated December 29, 2016, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The accompanying General Fund budget schedules for the year ended June 30, 2016 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2016 financial statements. The accompanying General Fund budget schedules have been subjected to the auditing procedures applied in the audit of the 2016 basic financial statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the General Fund budget schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2016.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 26, 2018 on our consideration of the Town of Simsbury, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Simsbury, Connecticut's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

West Hartford, Connecticut
January 26, 2018

**TOWN OF SIMSBURY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

The management of the Town of Simsbury, Connecticut (the Town) offers readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- At the end of the fiscal year the town's unassigned general fund balance was \$12,272,378 or 13.04% of General Fund expenditures.
- On a government-wide basis, the assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$119,860,096 for Governmental Activities.
- As of the close of the current fiscal year, the Town's Governmental Funds reported combined ending fund balances of \$30,506,584 an increase of \$5,973,755 in comparison with the prior year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Town's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in a future fiscal period (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Town include general government, planning and development, public safety, facility management, culture and recreation, health and welfare and insurances, education, special projects and interest on long-term debt.

The government-wide financial statements can be found on pages 14 and 15 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

Governmental Funds - Governmental Funds are used to account for essentially the same functions reported as Governmental Activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of Governmental Funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for Governmental Funds with similar information presented for Governmental Activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between Governmental Funds and Governmental Activities.

The Town maintains 16 individual funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Sewer Use Fund, Sewer Assessment Fund and the Capital Project Fund, all of which are considered to be major funds.

Data from the other 12 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 16 to 20 of this report.

Proprietary Funds - The Town maintains a Self-Insurance Fund to account for the self-insurance program for health insurance coverage for the Town and Board of Education employees.

The basic proprietary fund financial statements can be found on pages 21 to 23 of this report.

Fiduciary Funds - Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's own programs. The accounting used for Fiduciary Funds is much like that used for Proprietary Funds.

The basic fiduciary fund financial statements can be found on pages 24 to 25 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 to 66 of this report.

Required Supplementary Information

This report contains certain supplementary information concerning the Town's progress in funding its obligation to provide pension benefits and other post employment benefits to its employees.

Other Information

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 79 to 101 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. In the case of the Town, assets exceeded liabilities by \$119,860,096 at the close of the most recent fiscal year.

By far, the largest portion of the Town's net position is its net investment in capital assets (e.g., land, buildings, machinery and equipment). It is presented in the statement of net position less any related debt used to acquire those assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets, net of accumulated depreciation, is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

NET POSITION – GOVERNMENTAL ACTIVITIES

	Governmental Activities	
	2017	2016
Current assets	\$ 38,133,305	\$ 34,462,670
Capital assets, net of accumulated depreciation	133,259,314	134,240,433
Noncurrent assets	9,336,440	8,707,958
Total Assets	<u>180,729,059</u>	<u>177,411,061</u>
Deferred Outflow of Resources	<u>1,749,797</u>	<u>5,074,969</u>
Current liabilities	10,844,856	11,196,249
Noncurrent liabilities	50,200,498	47,677,834
Total Liabilities	<u>61,045,354</u>	<u>58,874,083</u>
Deferred Inflow of Resources	<u>1,573,406</u>	<u>782,714</u>
Net Position:		
Net investment in capital assets	98,938,703	103,429,189
Unrestricted	<u>20,921,393</u>	<u>19,400,044</u>
Total Net Position	<u>\$ 119,860,096</u>	<u>\$ 122,829,233</u>

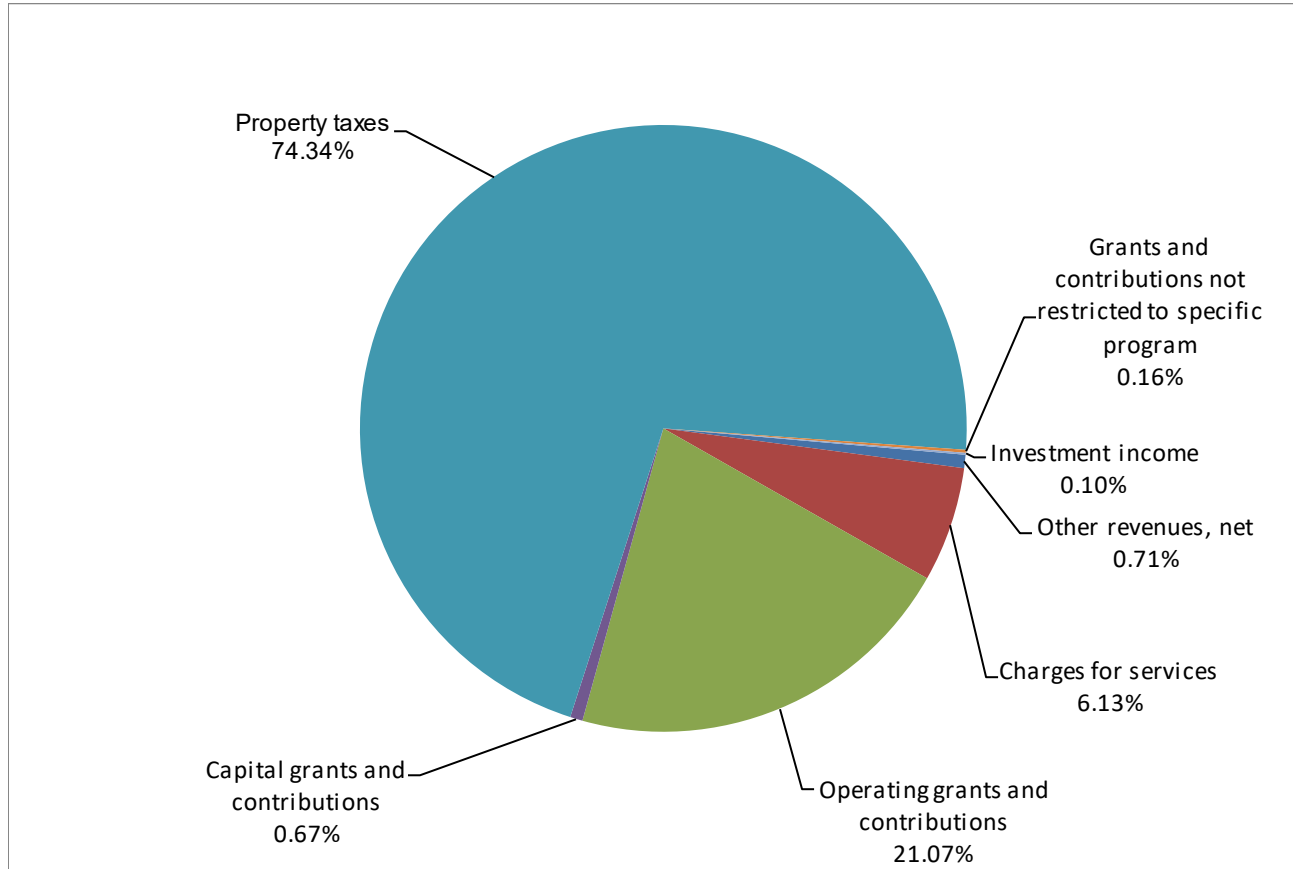
The government's net position decreased by \$2,969,137 or 2.42% during the current fiscal year from \$122,829,233 at June 30, 2016 to \$119,860,096 at June 30, 2017. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements, is \$20,921,393 at the end of this year compared to \$19,400,044 at the end of the prior year for an increase of \$1,521,349.

CHANGES IN NET POSITION – GOVERNMENTAL ACTIVITIES

	Governmental Activities	
	2017	2016
Revenues:		
Program revenues:		
Charges for services	\$ 7,389,905	\$ 8,775,525
Operating grants and contributions	25,395,832	18,339,231
Capital grants and contributions	806,506	784,249
General revenues:		
Property taxes	85,768,365	84,703,120
Grants and contributions not restricted to specific purpose	195,890	197,363
Unrestricted investment earnings	120,444	336,375
Other general revenues, net	852,587	507,433
Total revenues	<u>120,529,529</u>	<u>113,643,296</u>
Program expenses:		
General government	2,851,855	2,786,959
Planning and development	1,363,689	617,505
Public safety	5,458,475	5,437,865
Facility management	13,455,187	10,847,069
Culture and recreation	5,696,882	5,204,380
Health and welfare	899,974	915,881
Education	92,918,242	84,996,362
Interest on long-term debt	854,362	645,311
Total expenses	<u>123,498,666</u>	<u>111,451,332</u>
Change in net position	(2,969,137)	2,191,964
Net Position - July 1	<u>122,829,233</u>	<u>120,637,269</u>
Net Position - June 30	<u>\$ 119,860,096</u>	<u>\$ 122,829,233</u>

Total revenues were \$120,529,529 and \$113,643,296 respectively, for the years ended June 30, 2017 and June 30, 2016. Total cost of all programs and services were \$123,498,666, and \$111,451,332, respectively, for the years ended June 30, 2017 and 2016. Net position decreased by \$2,969,137 for the year ended June 30, 2017, while net position increased by \$2,191,964 for the year ended June 30, 2016.

Revenue by Source - Governmental Activities



Governmental Activities

Major revenue factors during the year include:

- Property taxes collected increased by \$1,065,245 or 1.25%.
- Charges for goods and services decreased by \$1,385,620 or (15.8%). Illustrated below is a comparison between 2017 and 2016:

	<u>2017</u>	<u>2016</u>	<u>Variance</u>
General government	\$ 904,172	\$ 882,767	\$ 21,405
Planning and development	2,202	739,107	(736,905)
Public safety	312,583	276,530	36,053
Facility management	3,557,914	4,096,938	(539,024)
Culture and recreation	1,733,275	1,907,459	(174,184)
Health and welfare	1,464	2,876	(1,412)
Education	878,295	869,848	8,447
	<u>\$ 7,389,905</u>	<u>\$ 8,775,525</u>	<u>\$ (1,385,620)</u>

- Operating Grants and contributions increased by \$7,056,601:

	<u>2017</u>	<u>2016</u>	<u>Variance</u>
General government	\$ 1,023,774	\$ 213,374	\$ 810,400
Planning and development	898,406	361,630	536,776
Public safety	54,129	29,229	24,900
Facility management	250,021	212,271	37,750
Culture and recreation	178,219	108,773	69,446
Health and welfare	204,394	236,228	(31,834)
Education	<u>22,786,889</u>	<u>17,177,726</u>	<u>5,609,163</u>
	<u>\$ 25,395,832</u>	<u>\$ 18,339,231</u>	<u>\$ 7,056,601</u>

- Capital grants and contributions increased by \$22,257. Illustrated below is a breakdown comparison between 2017 and 2016:

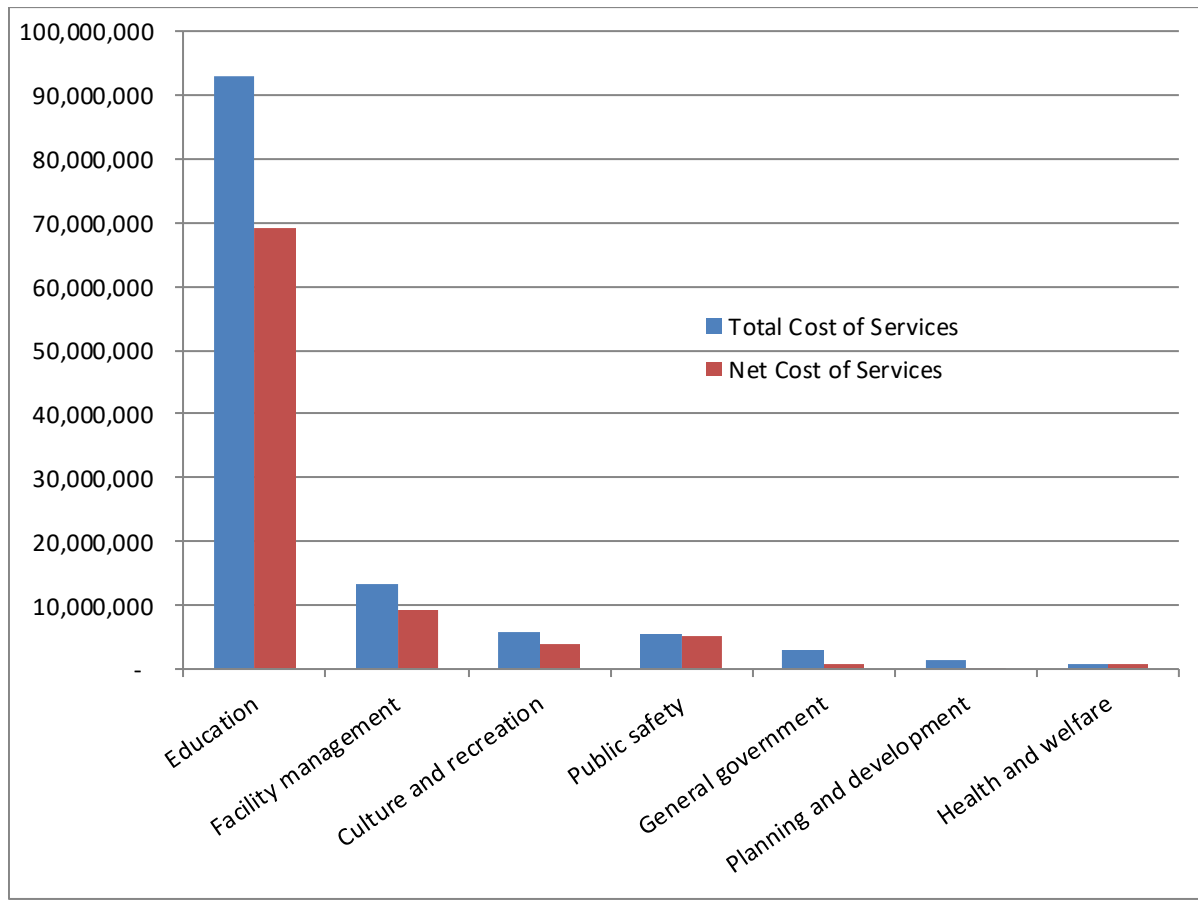
	<u>2017</u>	<u>2016</u>	<u>Variance</u>
General government	\$	\$	\$ -
Planning and development	350,000		350,000
Public safety			-
Facility management	383,902	767,121	(383,219)
Culture and recreation			-
Health and welfare			-
Education	<u>72,604</u>	<u>17,128</u>	<u>55,476</u>
	<u>\$ 806,506</u>	<u>\$ 784,249</u>	<u>\$ 22,257</u>

The following table presents the cost of each of the Town's programs as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

GOVERNMENTAL ACTIVITIES
For the Year Ended June 30, 2017

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
General government	\$ 2,851,855	\$ (923,909)
Planning and development	1,363,689	(113,081)
Public safety	5,458,475	(5,091,763)
Facility management	13,455,187	(9,263,350)
Culture and recreation	5,696,882	(3,785,388)
Health and welfare	899,974	(694,116)
Education	<u>92,918,242</u>	<u>(69,180,454)</u>
	<u>\$ 122,644,304</u>	<u>\$ (89,052,061)</u>

Expenses and Program Revenue - Governmental Activities



Financial Analysis of the Government's Funds

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Town's Governmental Funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's Governmental Funds reported combined ending fund balances of \$30,506,584 representing an increase of \$5,973,755 or 24.4% in comparison with the prior year. Of this total amount, \$41.284 is non-spendable, \$1,341,471 is restricted by governmental grants, \$15,308,557 is committed by the Simsbury Board of Finance (Budget-Making Authority), \$1,542,894 is assigned and \$12,272,378 is unassigned. The \$12,272,378 unassigned fund balance is available for spending at the Town's discretion. The total unassigned fund balance is based on a positive general fund balance in that amount.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$12,272,378, while total fund balance was \$14,214,935. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Of this total fund balance \$14,663 is non-spendable, \$1,542,894 is assigned, \$385,000 is committed, with the balance being unassigned in the amount \$12,272,378.

The total fund balance of the Town's General Fund increased by \$752,632 during the current fiscal year and the unassigned fund balance increased by \$1,024,806. The assigned fund balance includes funds designated by the Board of Finance as part of an approved strategy to help mitigate the temporary loss of tax revenue during the redevelopment of the former Hartford Insurance property located at 200 Hopmeadow Street. Consistent with the Town's Reserve Policy, the Board of Finance assigned \$1,500,000 of reserves to offset the net property tax loss anticipated in fiscal years 2018-2020. It is anticipated that other developments and the redevelopment of the Hartford Site will more than make up for the tax loss by fiscal year 2020.

The Sewer Use Fund has a fund balance of \$4,562,244 at the end of the year, a decrease of \$685,530 from the prior year. A portion of the fund balance is to be used to help pay the debt service on the Waste Water Treatment Plant \$26.8 million renovation and expansion capital project. This project was funded 100% by the State of Connecticut Clean Water Fund 2% Loan and Grant program. This project is completed and payments began on the 20-year, 2% loan program in September 2008. The loan will be repaid by future sewer user charges.

The Sewer Assessment Fund has a fund balance of \$1,715,721 at the end of the year, an increase of \$209,978 from the prior year.

The Capital Project Fund has a positive fund balance of \$5,460,725 at the end of the year, representing an increase of \$6,165,788 over the prior year negative fund balance of (\$705,063). The fund balance returned to positive as a result of borrowing for capital projects during Fiscal Year 2017.

The Capital Nonrecurring Fund has a fund balance of \$735,963 at the end of the year, a decrease of \$437,021.

Other nonmajor governmental funds have a total fund balance of \$3,817,006, representing a decrease of \$32,082 from the prior year as illustrated.

Nonmajor Governmental Funds	2017	2016	Variance
Residential Rental Properties	\$ 259,871	\$ 226,205	\$ 33,666
Simsbury Farms Fund	30,679	63,030	(32,351)
General Government Program Fund	107,186	102,412	4,774
Public Safety Program Fund	401,109	367,949	33,160
Planning & Development Program Fund	342,222	342,222	-
Facilities Management Program Fund	1,073,993	1,247,994	(174,001)
Health & Welfare Program Fund	270,984	254,517	16,467
Culture & Recreation Program Fund	77,003	108,994	(31,991)
Board of Education Program Fund	1,097,008	992,947	104,061
Cafeteria	156,951	142,818	14,133
Total	<u>\$ 3,817,006</u>	<u>\$ 3,849,088</u>	<u>\$ (32,082)</u>

General Fund Budgetary Highlights

The original general fund budget including other financing sources and uses of \$94,076,069 was increased by \$58,808 to the final budget of \$94,134,877 due to mid-year supplemental appropriations.

Actual revenues were more than budgetary amounts by \$913,300, and expenditures were less than budgetary amounts by \$19,836. Most revenue types had favorable results; property taxes, intergovernmental revenue, charges for goods and services, rental owned property, other local revenues and other financing sources.

Overall revenues over expenditures on the budgetary basis were \$1,093,137.

Capital Asset and Debt Administration

Capital Assets - The Town's investment in capital assets (net of accumulated depreciation) for its governmental activities as of June 30, 2017 amounted to \$133,259,314. This investment in capital assets included land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net change in the Town's investment in capital assets for the current fiscal year was a decrease of \$981,119.

CAPITAL ASSETS (net of depreciation) June 30, 2017

Land	\$ 10,175,191
Development rights	11,725,000
Construction in progress	4,345,403
Buildings and improvements	87,064,449
Land improvements	1,465,234
Equipment	5,014,375
Infrastructure	<u>13,469,662</u>
	<u>\$ 133,259,314</u>

Additional information on the Town's Capital Assets can be found in Note 3C on page 40 of this report.

Long-term Debt - At the end of the current fiscal year, the Town had total bonded debt outstanding of \$36,451,809, of which \$5,173,327 is due within one year. All of the debt is backed by the full faith and credit of the Town.

OUTSTANDING DEBT June 30, 2017

General obligation bonds	\$ 24,675,000
Loan payable - Clean Water Fund	11,716,683
Loan payable - State of Connecticut	<u>60,126</u>
	<u>\$ 36,451,809</u>

The Town's total debt increased during the current fiscal year by \$5,782,372. This increase was driven by the issuance of bonds net of the retirement of old debt and paying of debt service payments.

The Town has an "Aaa" rating from Standard and Poor's and Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7.0 times its total prior years' tax collections. The current debt limitation for the Town is \$599,644,318 which is significantly more than the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in Note 3E on pages 44 to 46 of this report.

Economic Factors and Next Year's Budgets and Rates

The Town's elected Board of Finance considered many factors when setting the fiscal year 2018 budget spending guideline and mill rate. Factors included the economy, which covers the unemployment rate and the increase in the annual social security cola for the elderly, as well as the State budget situation. The current unemployment rate for the Town of Simsbury for December, 2017 was 2.7%, which is a slight increase from the prior year of 0.2%. This compares to the State's average unemployment rate of 4.6% and the national average rate of 4.1%.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Director of Finance/Treasurer for the Town of Simsbury.

Basic Financial Statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2017

	Governmental Activities
Assets:	
Current assets:	
Cash and cash equivalents	\$ 25,620,770
Investments	9,084,056
Accounts receivable	2,696,437
Due from fiduciary funds	24,676
Loans receivable	337,082
Inventories	24,121
Other assets	346,163
Total current assets	<u>38,133,305</u>
Noncurrent assets:	
Other post employment benefit asset	5,099,130
Capital assets:	
Nondepreciable	26,245,594
Depreciable, net	107,013,720
Loans receivable	4,237,310
Total noncurrent assets	<u>142,595,754</u>
Total assets	<u>180,729,059</u>
Deferred Outflows of Resources:	
Changes in pension actuarial experience	636,829
Changes in pension investment gains/losses	1,010,275
Deferred charge on refunding	102,693
Total deferred outflows of resources	<u>1,749,797</u>
Liabilities:	
Current liabilities:	
Accounts payable	2,904,314
Accrued interest payable	379,063
Unearned revenues	369,407
Bonds and loans payable	5,173,327
Compensated absences	978,231
Claims liability	1,035,514
Landfill closure	5,000
Total current liabilities	<u>10,844,856</u>
Noncurrent liabilities:	
Bonds and loans payable	33,108,736
Net pension liability	16,710,356
Compensated absences	331,406
Landfill closure	50,000
Total noncurrent liabilities	<u>50,200,498</u>
Total liabilities	<u>61,045,354</u>
Deferred Inflows of Resources:	
Advance property tax collections	118,417
Advance sewer use collections	1,252
Changes in pension actuarial experience	1,453,737
Total deferred inflows of resources	<u>1,573,406</u>
Net Position:	
Net investment in capital assets	98,938,703
Unrestricted	20,921,393
Total Net Position	<u>\$ 119,860,096</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017**

Function/Program Activities	Expenses	Charges for Services	Program Revenues Operating Grants and Contributions	Capital Grants and Contributions	Net Revenues (Expenses) and Changes in Net Position
					Governmental Activities
Primary Government:					
Governmental activities:					
General government	\$ 2,851,855	\$ 904,172	\$ 1,023,774	\$	\$ (923,909)
Planning and development	1,363,689	2,202	898,406	350,000	(113,081)
Public safety	5,458,475	312,583	54,129		(5,091,763)
Facility management	13,455,187	3,557,914	250,021	383,902	(9,263,350)
Culture and recreation	5,696,882	1,733,275	178,219		(3,785,388)
Health and welfare	899,974	1,464	204,394		(694,116)
Education	92,918,242	878,295	22,786,889	72,604	(69,180,454)
Interest on long-term debt	854,362				(854,362)
Total Governmental Activities	<u>\$ 123,498,666</u>	<u>\$ 7,389,905</u>	<u>\$ 25,395,832</u>	<u>\$ 806,506</u>	<u>(89,906,423)</u>
General Revenues:					
Property taxes, levied for general purposes					85,768,365
Grants and contributions not restricted to specific programs					195,890
Investment earnings					120,444
Other general revenues					852,587
Total general revenues					<u>86,937,286</u>
Change in net position					(2,969,137)
Net Position at Beginning of Year					<u>122,829,233</u>
Net Position at End of Year					<u>\$ 119,860,096</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017**

	General Fund	Sewer Use Fund	Sewer Assessment Fund	Capital Project Fund	Capital and Nonrecurring Expenditures Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 6,890,049	\$ 4,582,523	\$ 1,720,701	\$ 6,697,656	\$ 997,691	\$ 2,980,131	\$ 23,868,751
Investments	8,232,129					851,927	9,084,056
Receivables	1,652,310	53,077	470,421	24,010	154,713	314,266	2,668,797
Due from other funds	468,037			111,968		24,676	604,681
Inventories						24,121	24,121
Other assets	14,663	1,000				1,500	17,163
Total Assets	<u>\$ 17,257,188</u>	<u>\$ 4,636,600</u>	<u>\$ 2,191,122</u>	<u>\$ 6,833,634</u>	<u>\$ 1,152,404</u>	<u>\$ 4,196,621</u>	<u>\$ 36,267,569</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 1,622,045	\$ 73,104		\$ 911,223	\$ 72,263	\$ 224,027	\$ 2,902,662
Due to other funds				461,686		111,968	573,654
Due to other governments						1,642	1,642
Unearned revenue			4,980		344,188	20,239	369,407
Total liabilities	<u>1,622,045</u>	<u>73,104</u>	<u>4,980</u>	<u>1,372,909</u>	<u>416,451</u>	<u>357,876</u>	<u>3,847,365</u>
Deferred Inflows of Resources:							
Unavailable revenue - property taxes	878,914						878,914
Unavailable revenue - property tax interest	422,877						422,877
Unavailable revenue - sewer assessments			470,421				470,421
Unavailable revenue - loans receivable						21,739	21,739
Advance sewer use collections		1,252					1,252
Advance property tax collections	118,417						118,417
Total deferred inflows of resources	<u>1,420,208</u>	<u>1,252</u>	<u>470,421</u>	<u>-</u>	<u>-</u>	<u>21,739</u>	<u>1,913,620</u>
Fund Balances:							
Nonspendable	14,663	1,000				25,621	41,284
Restricted						1,341,471	1,341,471
Committed	385,000	4,561,244	1,715,721	5,460,725	735,953	2,449,914	15,308,557
Assigned	1,542,894						1,542,894
Unassigned	12,272,378						12,272,378
Total fund balances	<u>14,214,935</u>	<u>4,562,244</u>	<u>1,715,721</u>	<u>5,460,725</u>	<u>735,953</u>	<u>3,817,006</u>	<u>30,506,584</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 17,257,188</u>	<u>\$ 4,636,600</u>	<u>\$ 2,191,122</u>	<u>\$ 6,833,634</u>	<u>\$ 1,152,404</u>	<u>\$ 4,196,621</u>	<u>\$ 36,267,569</u>

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2017

Amounts reported for governmental activities in the statement of net position (Exhibit I) are different because of the following:

Fund balances - total governmental funds (Exhibit III)	\$ 30,506,584
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 238,169,605	
Less accumulated depreciation	<u>(104,910,291)</u>	
Net capital assets		133,259,314

Other long-term assets and deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are deferred in the funds:

Other postemployment benefit asset	5,099,130
Loans receivable	4,596,121
Property tax receivables greater than 60 days	1,301,791
Sewer assessments receivable	470,421
Interest receivable on sewer use receivable	27,273
Changes in pension actuarial experience	636,829
Changes in pension investment gains/losses	1,010,275

Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.

1,039,521

Long-term liabilities, including deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds payable	(24,675,000)
Unamortized bond premium	(1,830,254)
Deferred charge on refunding	102,693
Clean Water Fund 2% loan	(11,716,683)
Notes payable	(60,126)
Interest payable on bonds	(379,063)
Compensated absences	(1,309,637)
Net pension liability	(16,710,356)
Changes in pension actuarial experience	(1,453,737)
Landfill liability	<u>(55,000)</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 119,860,096</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	General Fund	Sewer Use Fund	Sewer Assessment Fund	Capital Project Fund	Capital and Nonrecurring Expenditures Fund	Nonmajor Governmental Funds	Total Governmental Fund
Revenues:							
Property taxes	\$ 85,638,921	\$	\$	\$	\$	\$	\$ 85,638,921
Intergovernmental	20,134,283	442,764		300,109	5,812	5,217,803	26,100,771
Investment income (loss)	45,381	131	206			73,298	119,016
Charges for goods and services	788,097					2,849,151	3,637,248
Licenses and permits	459,719						459,719
Rental of town-owned property	132,302						132,302
Local revenues	38,217			200,000			238,217
Assessments		2,536,406	591,785				3,128,191
Other		654,859	12,987			609,176	1,277,022
Total revenues	<u>107,236,920</u>	<u>3,634,160</u>	<u>604,978</u>	<u>500,109</u>	<u>5,812</u>	<u>8,749,428</u>	<u>120,731,407</u>
Expenditures:							
Current:							
General government	2,177,334					33,562	2,210,896
Planning and development	541,257					735,705	1,276,962
Public safety	4,507,777					227,832	4,735,609
Facility management	3,919,551	1,863,744				71,945	5,855,240
Culture and recreation	2,320,523					2,009,733	4,330,256
Health and welfare	607,609					201,559	809,168
Fringe benefits and insurances	4,871,466						4,871,466
Education	80,381,153					4,994,798	85,375,951
Capital outlay				8,549,204	1,354,058	597,242	10,500,504
Debt service:							
Principal payments	5,150,000	1,019,792				8,522	6,178,314
Interest and other	488,175	245,415		131,382			864,972
Total expenditures	<u>104,964,845</u>	<u>3,128,951</u>	<u>-</u>	<u>8,680,586</u>	<u>1,354,058</u>	<u>8,880,898</u>	<u>127,009,338</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,272,075</u>	<u>505,209</u>	<u>604,978</u>	<u>(8,180,477)</u>	<u>(1,348,246)</u>	<u>(131,470)</u>	<u>(6,277,931)</u>
Other Financing Sources (Uses):							
Transfers in	239,095			2,556,265	1,314,636	211,356	4,321,352
Transfers out	(2,220,224)	(1,190,739)	(395,000)		(403,421)	(111,968)	(4,321,352)
Premium on bond issuance	461,686			850,000			1,311,686
Bond issuance				10,940,000			10,940,000
Total other financing sources (uses)	<u>(1,519,443)</u>	<u>(1,190,739)</u>	<u>(395,000)</u>	<u>14,346,265</u>	<u>911,215</u>	<u>99,388</u>	<u>12,251,686</u>
Net Change in Fund Balances	752,632	(685,530)	209,978	6,165,788	(437,031)	(32,082)	5,973,755
Fund Balances at Beginning of Year	<u>13,462,303</u>	<u>5,247,774</u>	<u>1,505,743</u>	<u>(705,063)</u>	<u>1,172,984</u>	<u>3,849,088</u>	<u>24,532,829</u>
Fund Balances at End of Year	<u>\$ 14,214,935</u>	<u>\$ 4,562,244</u>	<u>\$ 1,715,721</u>	<u>\$ 5,460,725</u>	<u>\$ 735,953</u>	<u>\$ 3,817,006</u>	<u>\$ 30,506,584</u>

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2017

Amounts reported for governmental activities in the statement of activities (Exhibit II) are different because of the following:

Net change in fund balances - total governmental funds (Exhibit IV)	\$ 5,973,755
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	5,310,399
Depreciation expense	(5,569,307)
Loss on disposal of capital assets	(722,211)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, and revenues recognized in the funds are not reported in the statement of activities:

Property taxes collected after 60 days	128,904
Sewer assessment revenue	1,738
Loans receivable	(328,221)
Sewer use interest receivable	540

Change in other post employment benefit assets	227,656
Changes in pension actuarial experience	668,312
Changes in pension investment gains/losses	(3,944,148)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond issuance	(10,940,000)
Premium on bonds issued	(1,311,686)
Premium amortization	291,650
Accrued interest	(231,053)
Principal payments	6,177,664
Claims settlement	70,000
Pension liability	3,332,511

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Amortization of deferred charge on refunding	(49,336)
Changes in pension actuarial experience	(848,282)
Change in long-term compensated absences	(172,233)
Other - landfill	5,000

The net profit (loss) of the internal service funds is reported with governmental activities.	<u>(1,040,789)</u>
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Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ (2,969,137)</u>
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The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - GENERAL AND MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	General Fund				Sewer Use Fund			
	Budget		Actual	Variance with Final Budget Positive (Negative)	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Property taxes	\$ 84,562,585	\$ 84,562,585	\$ 85,638,921	\$ 1,076,336	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	7,274,390	7,274,390	7,313,470	39,080	409,927	409,927	409,927	-
Investment income	180,000	180,000	45,381	(134,619)	7,997	7,997	131	(7,866)
Charges for goods and services	563,300	563,300	767,837	204,537	90,315	90,315	634,006	543,691
Fines and forfeitures	59,500	59,500	52,325	(7,175)	-	-	-	-
Rental of town-owned property	121,000	121,000	132,302	11,302	-	-	-	-
Licenses and permits	788,200	788,200	459,719	(328,481)	-	-	-	-
Local revenue	-	-	52,320	52,320	-	-	69,380	69,380
Assessment interest and liens	-	-	-	-	27,000	27,000	20,853	(6,147)
Assessments	-	-	-	-	2,657,715	2,657,715	2,536,406	(121,309)
Total revenues	<u>93,548,975</u>	<u>93,548,975</u>	<u>94,462,275</u>	<u>913,300</u>	<u>3,192,954</u>	<u>3,192,954</u>	<u>3,670,703</u>	<u>477,749</u>
Expenditures:								
Current:								
General government	1,154,423	1,172,121	1,172,121	-	-	-	-	-
Financial services	1,016,720	929,236	929,236	-	-	-	-	-
Planning and development	568,209	523,257	523,257	-	-	-	-	-
Public safety	4,602,347	4,507,780	4,507,780	-	-	-	-	-
Facility management	3,951,767	3,914,818	3,914,818	-	2,081,882	2,081,882	1,846,391	235,491
Culture and recreation	2,288,900	2,322,283	2,322,283	-	-	-	-	-
Health and welfare	622,680	607,609	607,609	-	-	-	-	-
Fringe benefits and insurance	4,784,483	4,871,466	4,871,466	-	-	-	-	-
Education	67,422,772	67,422,772	67,402,936	19,836	-	-	-	-
Debt service	6,589,819	6,600,828	6,600,828	-	1,265,208	1,265,208	1,265,206	2
Total expenditures	<u>93,002,120</u>	<u>92,872,170</u>	<u>92,852,334</u>	<u>19,836</u>	<u>3,347,090</u>	<u>3,347,090</u>	<u>3,111,597</u>	<u>235,493</u>
Excess of Revenues over Expenditures	<u>546,855</u>	<u>676,805</u>	<u>1,609,941</u>	<u>933,136</u>	<u>(154,136)</u>	<u>(154,136)</u>	<u>559,106</u>	<u>713,242</u>
Other Financing Sources (Uses):								
Transfers from other funds	104,094	104,094	264,095	160,001	-	-	-	-
Transfers to other funds	(1,073,949)	(1,262,707)	(1,262,707)	-	(101,446)	(101,446)	(1,190,739)	(1,089,293)
Net other financing uses	<u>(969,855)</u>	<u>(1,158,613)</u>	<u>(998,612)</u>	<u>160,001</u>	<u>(101,446)</u>	<u>(101,446)</u>	<u>(1,190,739)</u>	<u>(1,089,293)</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	<u>\$ (423,000)</u>	<u>\$ (481,808)</u>	<u>611,329</u>	<u>\$ 1,093,137</u>	<u>\$ (255,582)</u>	<u>\$ (255,582)</u>	<u>(631,633)</u>	<u>\$ (376,051)</u>
Fund Balances at Beginning of Year			<u>12,733,620</u>				<u>5,184,883</u>	
Fund Balances at End of Year			<u>\$ 13,344,949</u>				<u>\$ 4,553,250</u>	

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2017

	<u>Governmental Activities</u>
	<u>Health Insurance Fund</u>
Assets:	
Current assets:	
Cash and cash equivalents	\$ 1,752,019
Accounts receivable, net	367
Prepaid items	329,000
Total current assets	<u>2,081,386</u>
Liabilities:	
Current liabilities:	
Due to other funds	6,351
Claims incurred but not reported	<u>1,035,514</u>
Total liabilities	<u>1,041,865</u>
Net Position:	
Unrestricted	\$ <u><u>1,039,521</u></u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	Governmental Activities Health Insurance Fund
Operating Revenues:	
Charges for services	\$ 11,756,122
Other operating revenue	<u>632,747</u>
Total operating revenues	<u>12,388,869</u>
Operating Expenses:	
Claims incurred	12,472,676
Administration and stop loss insurance fees	<u>956,982</u>
Total operating expenses	<u>13,429,658</u>
Change in Net Position	(1,040,789)
Net Position at Beginning of Year	<u>2,080,310</u>
Net Position at End of Year	<u><u>\$ 1,039,521</u></u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Governmental Activities Health Insurance Fund
Cash Flows from Operating Activities:	
Receipts from customers and users	\$ 12,388,869
Payments to employees	<u>(13,333,681)</u>
Net cash provided by (used in) operating activities	(944,812)
Cash Flows from Noncapital Financing Activities:	
Payments from (to) other funds	<u>6,351</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(938,461)
Cash and Cash Equivalents at Beginning of Year	<u>2,690,480</u>
Cash and Cash Equivalents at End of Year	\$ <u><u>1,752,019</u></u>
Reconciliation of Operating (Income) Loss to Net Cash Provided by (Used in) Operating Activities:	
Operating income (loss)	\$ <u>(1,040,789)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Change in assets and liabilities:	
Decrease in accounts receivable	194
Increase (decrease) in accounts payable	(3,958)
Increase (decrease) in claims payable	<u>99,741</u>
Total adjustments	<u>95,977</u>
Net Cash Provided by (Used in) Operating Activities	\$ <u><u>(944,812)</u></u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2017

	Pension and Other Employee Benefit Trust Funds	Agency Funds
	<u> </u>	<u> </u>
Assets:		
Cash and cash equivalents	\$ 842,125	\$ 1,054,712
Investments, at fair value:		
Mutual funds	73,965,365	
Accounts receivable	<u>76,784</u>	<u> </u>
Total assets	<u>74,884,274</u>	<u>\$ 1,054,712</u>
Liabilities:		
Accounts payable	7,725	\$
Due to student groups and others		1,030,036
Due to other funds	<u> </u>	<u>24,676</u>
Total liabilities	<u>7,725</u>	<u>\$ 1,054,712</u>
Net Position Restricted for Pension and Other Post Employee Benefits	<u>\$ 74,876,549</u>	

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Pension and Other Employee Benefit Trust Funds
Additions:	
Contributions:	
Employer	\$ 3,978,063
Plan members	<u>1,057,336</u>
Total contributions	<u>5,035,399</u>
Investment earnings:	
Change in fair value of investments	6,508,893
Interest	<u>1,443,036</u>
Total investment gain (loss)	<u>7,951,929</u>
Less investment expenses:	
Investment management fees	<u>110,914</u>
Net investment gain (loss)	<u>7,841,015</u>
Total additions	<u>12,876,414</u>
Deductions:	
Benefits	5,041,035
Administrative expense	<u>96,936</u>
Total deductions	<u>5,137,971</u>
Net Change in Net Position	7,738,443
Net Position at Beginning of Year	<u>67,138,106</u>
Net Position at End of Year	<u><u>\$ 74,876,549</u></u>

The accompanying notes are an integral part of the financial statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Simsbury, Connecticut (the Town) operates under a charter as revised November 6, 2012. The Town is governed by an elected Board of Selectmen consisting of a first selectman and five other members, an elected eight-member Board of Education, and an elected six-member Board of Finance. The financial statements include all of the funds of the Town that meet the criteria for inclusion as set forth in Statement of Governmental Accounting Standards No. 61 issued by the Governmental Accounting Standards Board (GASB).

Accounting principles generally accepted in the United States of America (GAAP) require that the reporting entity include the primary government and its component units, entities for which the government is considered to be financially accountable, all organizations for which the primary government is financially accountable, and other organizations which by the nature and significance of their relationship with the primary government would cause the financial statements to be incomplete or misleading if excluded. Blended component units, although legally separate entities, are, in substance, part of the government's operations; therefore, data from these units are combined with data of the primary government. Based on these criteria, there are no component units requiring inclusion in these financial statements.

B. Basis of Presentation

The accompanying financial statements have been prepared in conformity with GAAP as applied to government units. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs are allocated as part of the program expense reported for individual functions and activities and are not eliminated in the process of consolidation. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds use the accrual basis of accounting but have no measurement focus since they report only assets and liabilities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. In determining when to recognize intergovernmental revenues (grants and entitlements), the legal and contractual requirements of the individual programs are used as guidance. Revenues are recognized when the eligibility requirements have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Town reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Sewer Use Fund* is the sewer treatment plant primary operating fund. It accounts for all financial resources associated with the operations of the sewer treatment plant. The major sources of revenue for this fund is sewer assessments and use charges.

The *Sewer Assessment Fund* accounts for all financial resources of extending sewers within the Town of Simsbury. The major source of revenue for this fund is sewer assessment charges.

The *Capital Project Fund* accounts for financial resources to be used for capital expenditures or for the acquisition or construction of capital facilities, improvements and/or equipment. Capital projects of greater than one year's duration have been accounted for in the Capital Project Fund. Most of the capital outlays are financed by the issuance of general obligation bonds. Other sources include capital grants, current tax revenues and low-interest state loans.

The *Capital and Nonrecurring Expenditures Fund* accounts for equipment purchases and other nonrecurring capital expenditures.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017**

Additionally, the Town reports the following fund types:

The *Special Revenue Funds* are used to account for proceeds of special revenue sources (except for major capital projects and trust funds) that are legally restricted to expenditures for specific purposes.

The *Internal Service Fund* is used to account for the Town's self-insurance program for accident and health insurance coverage of Town and Board of Education employees.

The *Pension and Other Employee Benefit Trust Funds* are used to account for the activities of the Town's defined benefit plans and the Town and Board of Education for other post employment benefits (e.g., health insurance, life insurance) which accumulate resources for pension benefit and other post employment benefit payments to qualified employees.

The *Agency Funds* account for monies held by the Town on behalf of students.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenue includes all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's proprietary funds are charges to the Town and its employees for medical insurance premiums. Operating expenses for the fund include the cost of claims and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned then unassigned.

C. Cash Equivalents

For purposes of reporting cash flows, all savings, checking, money market accounts and certificates of deposit with an original maturity of less than 90 days are considered to be cash equivalents.

D. Investments

Investments are stated at fair value.

E. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of donated commodities are stated at fair market value. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

F. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

G. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the Town are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Infrastructure:	
Roadways	40
Roadways - resurfacing	20
Bridge culvert	30-50
Sanitary sewer interceptors	40-50
Walkway and path	15-30
Dams and storm water control	40-60
Structure	40-60
Site lighting	20
Land and Buildings:	
Land	-
Buildings	50
Improvements	10-25
Construction in progress	-
Vehicles and Equipment:	
Computer equipment	5
Contractor's equipment	10
Furniture and fixtures	20
Miscellaneous equipment	5-10
Vehicles	3-10

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension results from differences between expected and actual experience or other inputs. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports deferred inflows related to pension in the government-wide statement of net position and reports advance property tax collections and advance sewer use collections in the government-wide statement of net position and in the governmental funds balance sheet. A deferred inflow of resources related to pension results from differences between expected and actual experience. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees). Advance property tax collections and advance sewer use collections represent taxes and fees inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes, property tax interest, sewer assessment and loans receivable. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

I. Net Pension Liability

The net pension liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total pension liability), net of the pension plan's fiduciary net position. The pension plan's fiduciary net position is determined using the same valuation methods that are used by the pension plan for purposes of preparing its statement of fiduciary net position. The net pension liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

J. Other Post Employment (OPEB) Assets

The net OPEB asset represents the cumulative difference between the annual OPEB cost and the Town's contributions to the plan. This amount is calculated on an actuarial basis and is recorded as a noncurrent asset in the government-wide financial statements.

K. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Compensated Absences and Termination Benefits

Employees are paid by prescribed formula for absence due to vacation or sickness. All vacation and sick pay is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

M. Equity

Equity in the government-wide financial statements is defined as “net position” and is classified in the following categories:

Net Investment in Capital Assets

This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position

Restrictions are externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The Town currently has no assets under restriction.

Unrestricted Net Position

This component consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

The equity of the fund financial statements is defined as “fund balance” and is classified in the following categories:

Nonspendable Fund Balance

This represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts).

Restricted Fund Balance

This represents amounts constrained for a specific purpose by external parties, such as grantors, creditors, contributors, or laws and regulations of their governments.

Committed Fund Balance

This represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Simsbury Board of Finance). The Board of Finance is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or reverse the limitation.

Assigned Fund Balance

This balance represents amounts constrained for the intent to be used for a specific purpose by the finance director or the Board of Finance which have been delegated authority to assign amounts by the Town Charter.

Unassigned Fund Balance

This represents fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

N. Property Taxes

The Town's property tax is levied each June on the assessed value listed on the prior October 1 Grand List for all taxable property located in the Town. Although taxes are levied in June, the legal right to attach property does not exist until July 1. Real and personal property tax bills in excess of \$100 are due and payable in two installments, on July 1 following the date of the Grand List and on January 1 of the subsequent year. Motor vehicle taxes are payable in one installment on July 1.

Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31 and are payable in one installment due January 1.

Taxes not paid within 30 days of the due date are subject to an interest charge of 1.5% per month. The Town files liens against property if taxes that are due July 1 remain unpaid on the following June 30.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The Town defines the current period to mean within 60 days after year-end. Property taxes receivable not expected to be collected during the available period are reflected in deferred revenue in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements. Property taxes collected prior to June 30 that are applicable to the subsequent year's assessment are reflected as advance tax collections in both the fund financial statements and the government-wide financial statements.

O. Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Budgets for the General Fund, Sewer Use Fund, Residential Rental Properties Fund and Simsbury Farms Fund are authorized annually by the Board of Finance. Annual budgets are not adopted for Special Revenue Funds other than the Sewer Use Fund, Residential Rental Properties Fund and Simsbury Farms Fund.

In accordance with the Town Charter, Chapter 9, Sections 901 through 911, the Town uses the following procedures in establishing the budgetary data included in the general-purpose financial statements:

No later than the 15th day of March, the Board of Education shall present its budget for the General Fund to the Board of Finance.

No later than the 30th day of March, the Board of Selectmen shall present to the Board of Finance a budget for all departments, offices or agencies of the Town except the Board of Education for the General Fund.

After various public hearings, the Board of Finance recommends the budget, as revised, for adoption at the Annual Town Meeting held on the first Tuesday in May. The Annual Town Meeting may reduce the annual budget or any portion thereof by two-thirds (2/3) vote of the voters in attendance, but shall not increase the annual budget or any portion thereof, as approved, or deemed to have been approved by the Board of Finance.

The Annual Town Meeting is then subject to an automatic referendum by all qualified voters of the Town. This referendum shall be held from 14 to 21 days following the conclusion of the Town Meeting. Any motion at a Town Meeting dealing with a referendum matter which reduces the amount of such referendum matter shall require a two-thirds (2/3) vote of those voters in attendance for passage. The Board of Finance, in cooperation with the First Selectman, shall revise the annual budget, or that portion thereof, which has been rejected at the referendum, as the case may be, and present it at a subsequent Town Meeting for discussion and an additional referendum for acceptance. If the budget remains unaccepted after such subsequent meeting and referendum, the budget adopted for the then current fiscal year shall be deemed to be the temporary budget for the forthcoming fiscal year and expenditures may be made on a month-to-month basis in accordance therewith, until such time as the referendum finally adopts a new budget.

Upon request of the Board of Selectmen, during the last six months of the fiscal year, the Board of Finance may, by resolution, transfer any unencumbered appropriation, balance or portion thereof from one department, commission, board or office to another, except for the Board of Education. No transfer shall be made from any appropriation for debt service and other statutory charges.

For management purposes, the Board of Finance is authorized to transfer the legally budgeted amounts between department accounts. In this function, departmental budget accounts serve as the legal level of control for the General Fund. The legal level of budgetary control is at the fund level for the Sewer Use, Residential Rental Properties, Animal Control and Simsbury Farms funds.

All unencumbered appropriations lapse at year end, except those for capital projects and special revenue funds. Appropriations for these expenditures are continued until completion of applicable projects, which often last more than one fiscal year.

TOWN OF SIMSBURY, CONNECTICUT
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Subject to certain restrictions, additional appropriations may be approved by the Board of Finance upon recommendation of the Board of Selectmen. Summarizations of the amended General Fund budgets approved by the Board of Finance for the "budgetary" general and certain special revenue funds are presented in the required supplementary information. During the year, supplemental budgetary appropriations of \$58,808 were made from General Fund unappropriated and unencumbered surplus.

The Town's budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major difference between the budgetary and GAAP basis is that encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order is issued, and, accordingly, encumbrances outstanding at year-end are recorded in budgetary reports as expenditures of the current year, whereas, on a GAAP basis, encumbrances are included in either restricted, committed or assigned fund balance depending on the level of restriction. In addition, the on-behalf payment of the State of Connecticut Teacher's Retirement System is recorded for GAAP purposes only.

As explained above, the Town's budgetary fund structure accounts for certain transactions differently from that utilized in reporting in conformity with GAAP. A reconciliation of these differences at June 30, 2017 follows:

	Revenue and Other Financing Sources	Expenditures and Other Financing Sources	Fund Balance
General Fund:			
Balance, budgetary basis	\$ 94,726,370	\$ 94,115,041	\$ 13,344,949
Encumbrances outstanding at June 30, 2016, liquidated during the year ended June 30, 2017		251,777	
Encumbrances outstanding at June 30, 2016, cancelled during the year ended June 30, 2017	(46,168)		
Encumbrances outstanding at June 30, 2017, charged to budgetary expenditures during the year ending June 30, 2017		(42,894)	42,894
Encumbrances outstanding at June 30, 2016, still outstanding at June 30, 2017			3,140
State Teachers' Retirement on-behalf payments	12,820,813	12,820,813	
GASB 54 Combined Funds	22,734	65,332	385,000
Interfund transfer	(47,734)	(25,000)	(22,734)
Bond premiums	461,686		461,686
Balance, GAAP Basis	\$ <u>107,937,701</u>	\$ <u>107,185,069</u>	\$ <u>14,214,935</u>

**TOWN OF SIMSBURY, CONNECTICUT
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	<u>Revenue and Other Financing Sources</u>	<u>Expenditures and Other Financing Sources</u>	<u>Fund Balance</u>
Sewer Use Fund:			
Balance, budgetary basis	\$ 3,670,703	\$ 4,302,336	\$ 4,553,250
Encumbrances outstanding at June 30, 2016, liquidated during the year ended June 30, 2017		26,348	
Encumbrances outstanding at June 30, 2016, cancelled during the year ended June 30, 2017	(36,543)		
Encumbrances outstanding at June 30, 2017, charged to budgetary expenditures during the year ended June 30, 2017		(8,994)	8,994
Encumbrances outstanding at June 30, 2016, still outstanding at June 30, 2017			
Balance, GAAP Basis	<u>\$ 3,634,160</u>	<u>\$ 4,319,690</u>	<u>\$ 4,562,244</u>

3. DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents and Investments

The deposit of public funds is controlled by the Connecticut General Statutes (Section 7-402). Deposits may be made in a "qualified public depository" as defined by Statute or, in amounts not exceeding the Federal Deposit Insurance Corporation insurance limit, in an "out of state bank" as defined by the Statutes, which is not a "qualified public depository."

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 1) obligations of the United States and its agencies, 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof, and 3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the Statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

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The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF) and the State Tax Exempt Proceeds Fund (TEPF). These investment pools are under the control of the State Treasurer, with oversight provided by the Treasurer's Cash Management Advisory Board, and are regulated under the State Statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the fair value of the position in the pool is the same as the value of the pool shares.

Deposits

Deposit Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposit will not be returned. The Town does not have a deposit policy for custodial credit risk. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository's risk-based capital ratio.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$19,861,448 of the Town's bank balance of \$20,227,308 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 17,841,829
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>2,019,619</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 19,861,448</u>

Cash Equivalents

At June 30, 2017, the Town's cash equivalents amounted to \$7,841,680. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations. The pools all have maturities of less than one year.

	<u>Standard & Poor's</u>
State Short-Term Investment Fund (STIF)	AAAm
Morgan Stanley - Money Market	*

* Not rated

**TOWN OF SIMSBURY, CONNECTICUT
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Investments

As of June 30, 2017, the Town had the following investments:

Investment Type	Credit Rating	Fair Value	Investment Maturities		
			Less Than 1	1-10	More Than 10
U.S. Government Securities	Aa1	\$ 1,514,411	\$	\$ 1,514,411	\$
Certificates of deposit*	N/A	6,717,726	1,998,780	4,718,946	
Other investments:			\$ 1,998,780	\$ 6,233,357	\$ -
Mutual funds	N/A	71,534,575			
Limited partnerships	N/A	3,282,709			
Total investments		\$ 83,049,421			

*Included in FDIC insurance.

Investment Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value if its investment or collateral securities that are in the possession of an outside party. The State of Connecticut STIF Investments are 2a-7 like pools.

Credit Risk

The Town's investment policy limits its investments to those in conformance with State Statutes governing qualified public depositories.

Concentration of Credit Risk

Maturities shall be staggered to avoid undue concentration of funds in a specific maturity. At least 10% of the portfolio shall be invested in overnight instruments or in marketable securities, which can be sold to raise cash in one day's notice.

TOWN OF SIMSBURY, CONNECTICUT
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Fair Value

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2017:

	June 30, 2017	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by fair value level:				
U.S. Government Securities	\$ 1,514,411	\$ 1,514,411	\$	\$
Mutual Funds	<u>71,534,575</u>	<u>71,534,575</u>		
Total investments measured at fair value	73,048,986	<u>\$ 73,048,986</u>	<u>\$ -</u>	<u>\$ -</u>
Investments measured at net asset value (NAV):				
Cornerstone Patriot Fund LP	3,282,709			
Investments not included above:				
Certificates of deposit	<u>6,717,726</u>			
Total investments	<u>\$ 83,049,421</u>			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

Private equity funds - international are valued as described in the following schedule.

The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is presented on the following table.

	Fair Value	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Cornerstone Patriot Fund LP	\$ 3,282,709	\$ -	Quarterly	30 days

Interest Rate Risk

The Town's investment policy limits its investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Except for CNR and Risk Management Funds, funds of the Town shall be invested in instruments whose maturities do not exceed 270 days at the time of purchase, unless a temporary extension of maturities is approved by the Board of Finance.

The Pension Trust Funds are also authorized to invest in corporate bonds, domestic common stocks and domestic equity real estate. The investments of this fund are held in Trust by a Trustee Bank, which executes investment transactions under the direction of the Pension Plans' investment manager.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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B. Receivables

Receivables at year end for the government's individual major funds and nonmajor funds in the aggregate are as follows:

	<u>General</u>	<u>Sewer Use Fund</u>	<u>Sewer Assessment Fund</u>	<u>Capital Projects Fund</u>	<u>Capital and Nonrecurring Expenditures Fund</u>	<u>Other Funds</u>	<u>Total</u>
Receivables:							
Accounts	\$ 203,443	\$ 19,875	\$	\$	\$	\$ 130,566	\$ 353,884
Property taxes	1,025,990						1,025,990
Interest receivable	422,877						422,877
Special assessments		33,202	470,421				503,623
Due from other governments				24,010	154,713	260,851	439,574
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Receivables*	\$ <u>1,652,310</u>	\$ <u>53,077</u>	\$ <u>470,421</u>	\$ <u>24,010</u>	\$ <u>154,713</u>	\$ <u>391,417</u>	\$ <u>2,745,948</u>

*Does not include \$27,273 of sewer interest receivable shown on the government wide financial statements.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

C. Capital Assets

Capital asset activity for the year ended June 30, 2017 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 10,175,191	\$	\$	\$ 10,175,191
Development rights	11,725,000			11,725,000
Construction in progress	3,204,402	4,122,087	2,981,086	4,345,403
Total capital assets not being depreciated	<u>25,104,593</u>	<u>4,122,087</u>	<u>2,981,086</u>	<u>26,245,594</u>
Capital assets being depreciated:				
Buildings and improvements	137,928,423	2,761,662	498,541	140,191,544
Land improvements	7,728,682	42,030	201,075	7,569,637
Equipment	19,293,248	1,198,110	289,520	20,201,838
Infrastructure	43,960,992			43,960,992
Total capital assets being depreciated	<u>208,911,345</u>	<u>4,001,802</u>	<u>989,136</u>	<u>211,924,011</u>
Less accumulated depreciation for:				
Buildings and improvements	49,887,385	3,370,577	130,867	53,127,095
Land improvements	5,947,838	181,699	25,134	6,104,403
Equipment	14,410,564	1,055,419	278,520	15,187,463
Infrastructure	29,529,718	961,612		30,491,330
Total accumulated depreciation	<u>99,775,505</u>	<u>5,569,307</u>	<u>434,521</u>	<u>104,910,291</u>
Total capital assets being depreciated, net	<u>109,135,840</u>	<u>(1,567,505)</u>	<u>554,615</u>	<u>107,013,720</u>
Governmental Activities Capital Assets, Net	<u>\$ 134,240,433</u>	<u>\$ 2,554,582</u>	<u>\$ 3,535,701</u>	<u>\$ 133,259,314</u>

Depreciation expense was charged to functions/programs of the government as follows:

Governmental activities:	
General government	\$ 304,429
Education	2,391,555
Public safety	123,233
Facility management	2,000,808
Culture and recreation	699,105
Health and welfare	<u>50,177</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 5,569,307</u>

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Construction Commitments

The government has active construction projects as of June 30, 2017. The following is a summary of capital projects as of June 30, 2017:

<u>Project</u>	<u>Project Authorization</u>	<u>Spent to Date</u>
<u>Sewer Extension Projects:</u>		
Project 2010	\$ 260,000	\$ 154,398
Project 2013	272,320	196,656
Farmington River Design	1,147,300	215,542
Wolcott Pump Station	1,378,500	994,314
Longview SCADA Control and Pump Upgrade	65,000	35,278
Sewer Main Extensions	156,000	23,034
Inline Grinder and Screen Replacement FY15	260,000	237,024
Sewer Main Extensions	371,000	
Inline Grinder and Screen Replacement FY16	260,000	234,600
Hopmeadow/Center Area Sewer repairs	135,000	
West Mtn. Road Area Sewer Interceptor - Design	50,000	11,834
Portable Generator	80,000	35,813
Portable Six (6) Inch Dri-Prime Pump	72,000	61,093
Sewer Main Extensions/Repairs - Massaco St	104,000	
Hopmeadow/Center Area Sewer Repairs	100,000	
Skidsteer Track Loader with Brush Cutter	83,103	76,784
Oxidation Ditch Dissolved Oxygen Control	27,000	16,120
Storage Building	65,000	
<u>Town Projects:</u>		
Library Expansion 5/06	6,100,000	6,099,439
Gertsen Land Purchase 5/08	723,329	722,035
Triangle Land Purchase 5/08	2,823,976	2,809,927
Streetscape 10/167 5/08	326,800	325,493
Eno Hall Improvements 5/08	1,032,551	1,032,551
Water Extensions 5/08	170,000	161,115
Tunxis Pump Station 5/10	670,000	612,762
Paving Management 5/10	2,400,000	2,374,863
Simsbury Farms Renovations	3,081,424	3,081,424
Police Dispatch Console	185,000	184,721
Emergency Mgmt Generators	363,213	339,676
Ethel Walker PHII	2,050,000	2,037,064
West ST/Owens Brook/Greenway	358,000	343,061
DPW Truck Wash	257,400	257,400
Town Hall Flat Roof Replacement	252,401	204,679
Center Area Charrette Infrastructure*	540,000	250,942
Senior/Community Center Design	204,000	105,314
Town office renovation	107,120	72,890
Town Teledata	125,000	107,394
Eno Hall Roof Repair	117,670	111,968
Ethel Walker Parcel C	1,168,049	1,125,736
Multi Use Trail Connections/Master Plan Updates	212,000	76,779
SF Golf Course Improvements	125,000	88,954
Bridge Improvements (Design)	115,000	

TOWN OF SIMSBURY, CONNECTICUT
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Highway Pavement Management	2,504,575	2,504,575
Technology Infrastructure	600,000	442,356
Alternative Energy Efficiency Projects	103,000	102,999
Open Space Betty Hudson Property	274,000	239,804
SF Rink/Pool Improvements	1,100,000	1,039,188
Park Improvements	508,000	450,586
Open Space Planning and Improvements	145,000	28,657
Weatogue Planning Route 10 and Code Prep	57,000	
Salt Shed Replacement	375,000	375,000
Municipal Building Renovations	50,000	
Dam Evaluations and Repairs	30,000	29,483
Public Works Complex Infrastructure Improvements	280,000	277,704
Town Hall Site and Safety Improvements	45,000	
Portable Generator / Generator Infrastructure	80,000	48,317
Project Planning Fund	28,000	9,800
Various Drainage Improvements	175,000	77,413
Veterans Memorial (STEAP Grant)	450,000	404,541
Multi-Use Connections & Master Plan Updates	1,160,000	
SF Golf Course Improvements	125,000	83,402
Greenway Improvements	240,000	183,135
Open Space Planning Improvements	400,000	
Street Lighting Purchase / Lighting Improvements	865,000	659,723
Highway Pavement Management	2,500,000	1,373,901
Dam Evaluations and Repairs	145,000	
Public Works Complex Infrastructure Improvements	450,000	180,993
Town Hall Site and Safety Improvements	385,000	
Plan of Conservation & Development	130,000	76,080
Portable Generator Infrastructure	175,000	7,754
Window Replacement	44,000	8,228
Land Use Studies	92,500	
Park Improvements	30,000	30,000
Athletic Field Improvements	30,000	29,999
Energy Efficiency Financing Buyout	92,753	92,753

Education Projects:

Computer technology improv 5/06	450,000	440,336
Tariffville expansion project 5/06	6,209,949	6,199,924
HVAC Boiler replacement 5/08	700,000	633,174
Tootin Hills roof replacement	1,257,500	1,032,723
Squadron Line generator 5/09	150,000	117,012
Latimer Lane roof replacement 5/10	1,277,500	1,176,996
District Network Infrastructure 5/10	451,327	449,756
District Network Infrastructure 5/12	1,800,000	1,789,741
Boiler Replacement Squadron Line	850,000	679,643
District Network Infrastructure	150,000	146,700
HJMS Main Office Security Phase I	1,205,000	1,168,300
SHS Turf Field/Synthetic Track Maintenance	910,000	824,646
Squadron Line Main Office Project	900,000	867,600
District Network Infrastructure	200,000	199,663
Climate Control (Phase 1 - 7 buildings)	3,100,000	563,762
Central School Roof Replacement	770,000	620,603
District Network Infrastructure	450,000	170,889
HJMS Renovation - Phase 2	1,950,000	363,625

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Capital Nonrecurring Projects:

Town Security Measures	103,428	90,683
School Security Measures	168,709	116,536
FY13 Eng Transportation Facility Improvement	387,000	42,812
Boilers/HVAC	7,546	5,077
Building Renovations - Exterior	10,000	7,319
Renovations-Interior	162,500	157,089
Modifications-Plumbing	23,000	15,960
School Equipment/Instruction/Non	97,000	93,397
Computer Software	34,000	31,984
Machinery & Equipment	40,000	16,579
Trucks	26,300	22,501
Renovations-Interior	87,500	73,594
Modifications-Plumbing	31,000	24,645
Communications Equipment	20,000	17,848
Small Mower	13,000	9,900
Pickup Truck	32,000	
Renovations-Interior	70,000	16,110
Building Renovations - Exterior	98,000	31,595
Modifications-Plumbing	25,000	
Ceiling/Floor Replacement	80,000	5,467
School Buses	362,000	206,229

Total	\$ 66,722,243	\$ 52,005,486
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The commitments are being financed with general obligation bonds and state and federal grants.

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of June 30, 2017 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital Project Fund	\$ 461,686
General Fund	Health Insurance Fund	6,351
Capital Project Fund	Nonmajor Governmental Funds	111,968
Nonmajor Governmental Funds	Agency Funds	24,676
		<u>\$ 604,681</u>

Interfund balances are a result of temporary loans to various funds.

Interfund transfers:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Capital Nonrecurring Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Transfers Out</u>
Transfer out:					
General Fund	\$	\$ 694,232	\$ 1,314,636	\$ 211,356	\$ 2,220,224
Sewer Use Fund	104,095	1,086,644			1,190,739
Sewer Assessment Fund		395,000			395,000
Capital Nonrecurring Fund	135,000	268,421			403,421
Nonmajor Governmental Funds		111,968			111,968
Total Transfers In	<u>\$ 239,095</u>	<u>\$ 2,556,265</u>	<u>\$ 1,314,636</u>	<u>\$ 211,356</u>	<u>\$ 4,321,352</u>

Interfund transfers arose from transferring monies to fund operating activities.

**TOWN OF SIMSBURY, CONNECTICUT
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JUNE 30, 2017**

E. Long-Term Debt

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2017 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and loans payable:					
General obligation bonds	\$ 18,885,000	\$ 10,940,000	\$ 5,150,000	\$ 24,675,000	\$ 4,125,000
Premium on bonds issued	810,218	1,311,686	291,650	1,830,254	
Loans payable - Clean Water Fund	12,736,475		1,019,792	11,716,683	1,040,376
Loan payable - State of Connecticut	67,998		7,872	60,126	7,951
Total bonds and loans payable	32,499,691	12,251,686	6,469,314	38,282,063	5,173,327
Pension liability	20,042,867		3,332,511	16,710,356	
Compensated absences	1,137,404	987,471	815,238	1,309,637	978,231
Claims settlement	70,000		70,000	-	
Landfill closure	60,000		5,000	55,000	5,000
Total Governmental Activities Long-Term Liabilities	<u>\$ 53,809,962</u>	<u>\$ 13,239,157</u>	<u>\$ 10,692,063</u>	<u>\$ 56,357,056</u>	<u>\$ 6,156,558</u>

Compensated absences and other long-term liabilities are generally liquidated by the General Fund.

General Obligation Bonds

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the Town. General obligation bonds currently outstanding are as follows:

	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Annual Principal</u>	<u>Principal Outstanding June 30, 2017</u>
Bonds payable:						
General Bonds	4/8/2008	\$ 4,000,000	3.25-4.00%	1/15/2018	\$ 400,000	\$ 400,000
General Bonds	3/16/2011	5,000,000	1.50-3.00%	1/15/2021	500,000	500,000
General Bonds	8/4/2011	5,000,000	2.00%	1/15/2018	205,000-1,630,000	1,565,000
General Bonds	3/19/2013	5,555,000	1.50%	3/1/2023	550,000-560,000	3,315,000
General Bonds	6/30/2015	9,060,000	2.00-4.00%	7/15/2025	635,000-1,595,000	7,955,000
General Bonds	6/29/2017	10,940,000	2.00-5.00%	6/15/2027	1,215,000-1,220,000	10,940,000
Total Bonds Payable						<u>\$ 24,675,000</u>

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Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2018	\$ 4,125,000	\$ 786,989	\$ 4,911,989
2019	3,365,000	698,100	4,063,100
2020	3,360,000	581,175	3,941,175
2021	2,890,000	471,375	3,361,375
2022	2,400,000	372,800	2,772,800
2023-2027	<u>8,535,000</u>	<u>633,250</u>	<u>9,168,250</u>
	<u>\$ 24,675,000</u>	<u>\$ 3,543,689</u>	<u>\$ 28,218,689</u>

Clean Water Fund Loan

The Town's Waste Water Treatment Plant \$26,840,083 renovation and expansion capital project was funded by the State of Connecticut Clean Water Fund 2% Loan and Grant program. The loan will be repaid by future sewer user charges.

Annual debt service requirements to maturity for the Clean Water Fund loan are as follows:

Year Ending June 30,	Principal	Interest	Total
2018	\$ 1,040,376	\$ 224,831	\$ 1,265,207
2019	1,061,375	203,832	1,265,207
2020	1,082,798	182,409	1,265,207
2021	1,104,654	160,553	1,265,207
2022	1,126,951	138,256	1,265,207
2023-2027	5,985,279	340,758	6,326,037
2028	<u>315,250</u>	<u>1,051</u>	<u>316,301</u>
	<u>\$ 11,716,683</u>	<u>\$ 1,251,690</u>	<u>\$ 12,968,373</u>

The Town has a corresponding receivable from participating municipalities for their portion of the Waste Water Treatment Plant renovation and expansion capital project. The total loan receivable at June 30, 2017 was \$3,796,205. Current year principal payments received by the Town totaled \$330,413.

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Project Loan

The project loan obligation was issued by the State of Connecticut Department of Housing. The loan proceeds financed the Eno Farmhouse Renovation Project. The original loan balance was \$220,638 on June 10, 1994, with an interest rate of 1%. The obligation will be paid from future taxation.

Project loan obligations payable to the State of Connecticut mature as follows:

Year Ending June 30,	Principal	Interest	Total
2018	\$ 7,951	\$ 572	\$ 8,523
2019	8,030	492	8,522
2020	8,111	411	8,522
2021	8,192	330	8,522
2022	8,275	247	8,522
2023-2025	<u>19,567</u>	<u>253</u>	<u>19,820</u>
	<u>\$ 60,126</u>	<u>\$ 2,305</u>	<u>\$ 62,431</u>

Authorized But Unissued Bonds

The total of authorized but unissued bonds (net of projected grants) at June 30, 2017 is \$9,793,912.

F. Fund Balance

The components of fund balance for the governmental funds at June 30, 2017 are as follows:

	General Fund	Major Special Revenue Funds Sewer Use Fund	Sewer Assessment Fund	Major Capital Project Funds Capital Projects Fund	Capital Nonrecurring Fund	Nonmajor Governmental Funds	Total
Fund balances:							
Nonspendable:							
Inventory	\$	\$	\$	\$	\$	\$ 25,621	\$ 25,621
Prepaid expenditures	14,663	1,000					15,663
Restricted for:							
Grants						11,025	11,025
Education trusts						406,921	406,921
Facilities management trusts						876,157	876,157
Health and welfare trusts						47,368	47,368
Committed to:							
Sewer use		4,561,244					4,561,244
Sewer assessment			1,715,721				1,715,721
Education	385,000					822,917	1,207,917
General government						367,057	367,057
Public safety						401,109	401,109
Recreation						106,182	106,182
Planning and development						342,222	342,222
Health and welfare						212,591	212,591
Facilities management						197,836	197,836
Special assessment projects					735,953		735,953
Capital projects				5,460,725			5,460,725
Assigned to:							
Property purchases	1,500,000						1,500,000
Education	7,738						7,738
Culture and recreation	1,760						1,760
Facilities management	33,396						33,396
Unassigned	<u>12,272,378</u>						<u>12,272,378</u>
Total Fund Balances	<u>\$ 14,214,935</u>	<u>\$ 4,562,244</u>	<u>\$ 1,715,721</u>	<u>\$ 5,460,725</u>	<u>\$ 735,953</u>	<u>\$ 3,817,006</u>	<u>\$ 30,506,584</u>

**TOWN OF SIMSBURY, CONNECTICUT
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Significant encumbrances at June 30, 2017 contained in the above table in the assigned and committed categories are as follows:

	<u>Assigned</u>	<u>Committed</u>
General Fund	\$ 42,894	\$
Sewer Use Fund		8,994
Capital Projects Fund		112,313
Capital Nonrecurring Fund		35,100
	<u>\$ 42,894</u>	<u>\$ 156,407</u>

4. EMPLOYEE RETIREMENT PLAN

A. Pension Trust Fund

The Town maintains three single-employer defined benefit pension plans for full-time employees: General Government Plan, Police Plan and Board of Education Plan. The plans are considered to be part of the Town's financial reporting entity and are included in the Town's financial reports as Pension Trust Funds. The plans do not issue stand-alone financial reports.

Oversight of the Town's retirement plans rests with the Retirement Plan Sub-Committee, which is comprised of two members of the Board of Selectmen, two members of the Board of Education, two members of the Board of Finance and two members at large. The Sub-Committee is staffed by the Town Treasurer, the Board of Education's Business Manager and the Town's Director of Administrative Services. The Town and the Board of Education have appointed a third party to serve as fiduciary investment advisor. Effective 2013, the Town of Simsbury's Charter was amended to place fiduciary responsibility for the investment of pension funds to the Board of Finance.

Plan Description and Benefits Provided

General Government Pension Plan

All full-time employees, except police and Board of Education employees, are eligible to participate in the General Government Pension Plan. The Plan provides retirement benefits as well as death and disability benefits. Annual retirement benefits for normal retirement for plan participants are based on the average monthly compensation during the highest five consecutive years of service out of the last ten years of the participants' active employment. The plan permits early retirement for participants at age 55 with 5 years of credited service. Benefits for early retirement are based on credited service and final average earnings to date of actual retirement reduced by 1/3 of 1% for each month by which the participant's retirement date precedes his normal retirement date. The participants' annual benefit is 2% of final average earnings times credited service for union employees, and 2½% of final average earnings times credited service for unaffiliated employees. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town.

TOWN OF SIMSBURY, CONNECTICUT
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Police Pension Plan

All regular full-time employees of the Simsbury Police Department are eligible to participate in the Police Retirement Fund. The Plan provides retirement benefits as well as death benefits under two separate divisions. Division 000 participants are defined as those individuals who entered the plan on or after January 18, 1990, whereas Division 001 participants entered the plan prior to January 18, 1990. Pension benefits for normal retirement under the plan are based on average monthly compensation during the highest five consecutive years out of the last ten years. The participants' annual benefit is 2½% of final average earnings times credited service for Division 000, and 2% of final average earnings times credited service for Division 001. The Plan permits early retirement for participants at the earlier of 5 years early with 10 years of service or 20 years of credited service for Division 000, and at five years early with 10 years of credited service for Division 001. Benefits are based on credited service and final average earnings to date of actual retirement actuarially reduced for each month by which the participant's retirement date precedes his normal retirement date. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town.

Board of Education Pension Plan

All regular full-time employees of the Board of Education, other than individuals covered by the State Teachers Retirement System or those who participate in the defined contribution plan, are eligible to participate in the Plan. The Plan provides retirement benefits as well as disability benefits. Pension benefits for normal retirement under the Plan are based on the average earnings received in the last three July 1's before retirement for the National Association of Government Employees (NAGE); the average earnings received the last three completed years of employment for the Simsbury Federation of Educational Personnel (SFEP), and the highest average earnings received in any three consecutive July 1's during the last ten years before retirement for unaffiliated employees and the Simsbury School Nurses Association (SSNA). The participants' annual benefit shall be equal to 1½% of final average earnings times credited service through July 1, 1996, plus 2% of final average earnings times credited service after July 1, 1996. The plan permits early retirement for participants eligible five years early with ten years of credited service. Benefits are based on credited service and final average earnings to date and actual retirement reduced by 4% for each year by which the participant's retirement date precedes his normal retirement date. There is no reduction for NAGE employees after age 62 and 29 years of service or for unaffiliated employees after age 62 and 25 years of service. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town of Simsbury Board of Education.

At July 1, 2016, plan membership consisted of the following:

	General Government Plan	Police Plan	Board of Education Plan
Retirees and beneficiaries currently receiving benefits	92	33	110
Vested terminated employees	55	1	84
Active employees	102	37	162
Total Participants	249	71	356

Summary of Significant Accounting Policies

Basis of Accounting

Pension plan financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

Contributions

General Government Plan

This plan provides for union employee contributions of 2% and for unaffiliated 5% of regular earnings for employees, hired prior to August 12, 2013, and 7% for unaffiliated hired after that date. The Town is required by its Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$1,023,393 were made in accordance with actuarially determined requirements. The contribution represents 115.2% of the actuarially determined contribution and 15.80% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town.

Administrative costs of the plan are financed through investment earnings.

Police Plan

Plan provisions require employee contributions of 6% of regular earnings for Division 000 and employee contributions of 3% of regular earnings for Division 001. The Town is required by Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$727,009 were made in accordance with actuarially determined requirements. The contribution represents 115.2% of the actuarially determined contribution and 24.91% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town.

Administrative costs of the plan are financed through investment earnings.

Board of Education Plan

This plan provides for employee contributions of 4% to 4.5% of regular earnings, based on the current individual collective bargaining contract. The Town is required by its Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$1,288,982 were made in accordance with actuarially determined requirements. The contribution represents 116.1% of the actuarially determined contribution and 16.39% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town of Simsbury Board of Education.

Administrative costs of the plan are financed through investment earnings.

TOWN OF SIMSBURY, CONNECTICUT
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Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Plan Subcommittee by a majority vote of its members. It is the policy of the Retirement Plan Subcommittee to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2017:

<u>Asset Class</u>	<u>Target</u>
U.S. Core Fixed Income	28.00 %
U.S. Equity Market	29.50
Foreign Developed Equity	22.50
Hedge FOF Diversified	10.00
Private Real Estate Property	5.00
Commodities	<u>5.00</u>
Total	<u><u>100.00 %</u></u>

Rate of Return

For the year ended June 30, 2017, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows:

General Government	12.09%
Police	12.00%
Board of Education	12.07%

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Town

The components of the net pension liability of the Town at June 30, 2017, were as follows:

	<u>General Government</u>	<u>Police</u>	<u>Board of Education</u>	<u>Total</u>
Total pension liability	\$ 29,667,902	\$ 19,539,296	\$ 28,197,586	\$ 77,404,784
Plan fiduciary net position	<u>23,295,414</u>	<u>16,266,199</u>	<u>21,132,815</u>	<u>60,694,428</u>
Net Pension Liability	<u>\$ 6,372,488</u>	<u>\$ 3,273,097</u>	<u>\$ 7,064,771</u>	<u>\$ 16,710,356</u>
Plan fiduciary net position as a percentage of the total liability	78.52 %	83.25 %	74.95 %	78.41 %

TOWN OF SIMSBURY, CONNECTICUT
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Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of July 1, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

	General Government	Police	Board of Education
Inflation	2.75%	2.75%	2.75%
Salary increases	3.5%	8.25%, for first 7 years and 3.00% thereafter	3.5%
Investment rate of return	7.0%, net of pension plan investment expense	7.0%, net of pension plan investment expense	7.0%, net of pension plan investment expense

Mortality rates were based on the RP-2000 Mortality for Employees, Healthy Annuitants, and Disabled Annuitants with generational projection per Scale AA.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2012 - July 1, 2016.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2017 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Long-Term Real Rate of Return
U.S. Core Fixed Income	2.52 %
U.S. Equity Market	3.81
Foreign Developed Equity	4.20
Hedge FOF Diversified	1.66
Private Real Estate Property	3.13
Commodities	1.41

TOWN OF SIMSBURY, CONNECTICUT
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Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability

Changes in the Net Pension Liability

General Government

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of July 1, 2016	\$ 27,795,511	\$ 21,130,353	\$ 6,665,158
Changes for the year:			
Service cost	668,192		668,192
Interest on total pension liability	1,939,574		1,939,574
Effect of plan changes	291,643		291,643
Effect of economic/demographic gains or losses	509,974		509,974
Benefit payments	(1,536,992)	(1,536,992)	-
Employer contributions		877,664	(877,664)
Member contributions		295,408	(295,408)
Net investment income		2,563,793	(2,563,793)
Administrative expenses		(34,812)	34,812
Balances as of June 30, 2017	<u>\$ 29,667,902</u>	<u>\$ 23,295,414</u>	<u>\$ 6,372,488</u>

Police

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of July 1, 2016	\$ 19,611,721	\$ 14,632,757	\$ 4,978,964
Changes for the year:			
Service cost	530,838		530,838
Interest on total pension liability	1,374,437		1,374,437
Effect of economic/demographic gains or losses	(944,755)		(944,755)
Benefit payments	(1,032,945)	(1,032,945)	-
Employer contributions		677,434	(677,434)
Member contributions		239,130	(239,130)
Net investment income		1,774,219	(1,774,219)
Administrative expenses		(24,396)	24,396
Balances as of June 30, 2017	<u>\$ 19,539,296</u>	<u>\$ 16,266,199</u>	<u>\$ 3,273,097</u>

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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Board of Education

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of July 1, 2016	\$ 27,028,848	\$ 18,630,103	\$ 8,398,745
Changes for the year:			
Service cost	781,880		781,880
Interest on total pension liability	1,903,998		1,903,998
Effect of economic/demographic gains or losses	(274,621)		(274,621)
Benefit payments	(1,242,519)	(1,242,519)	-
Employer contributions		1,112,035	(1,112,035)
Member contributions		348,561	(348,561)
Net investment income		2,322,363	(2,322,363)
Administrative expenses		(37,728)	37,728
Balances as of June 30, 2017	\$ <u>28,197,586</u>	\$ <u>21,132,815</u>	\$ <u>7,064,771</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Town, calculated using the discount rate of 7.00%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current (7.00%)	1% Increase (8.00%)
General Government	\$ 9,910,730	\$ 6,372,488	\$ 3,802,496
Police	5,629,499	3,273,097	1,378,811
Board of Education	10,129,040	7,064,771	4,466,228
Total	\$ <u>25,669,269</u>	\$ <u>16,710,356</u>	\$ <u>9,647,535</u>

TOWN OF SIMSBURY, CONNECTICUT
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Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2017, the Town recognized pension expense of \$3,458,740. At June 30, 2017, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

General Government

	General	
	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 155,631	\$ 446,559
Net difference between projected and actual earning on pension plan investments		401,989
Total	\$ <u>155,631</u>	\$ <u>848,548</u>

Police

	Police	
	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 882,955	\$ 99,046
Net difference between projected and actual earning on pension plan investments		303,047
Total	\$ <u>882,955</u>	\$ <u>402,093</u>

Board of Education

	Board of Education	
	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 415,151	\$ 91,224
Net difference between projected and actual earning on pension plan investments		305,239
Total	\$ <u>415,151</u>	\$ <u>396,463</u>

**TOWN OF SIMSBURY, CONNECTICUT
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Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending June 30,

2018	\$	548,987
2019		497,554
2020		65,783
2021		(583,180)
2022		(105,944)
Thereafter		(229,833)

B. Teachers Retirement

Plan Description

Teachers, principals, superintendents or supervisors engaged in service of public schools are provided with pensions through the Connecticut State Teachers' Retirement System, a cost sharing multiple-employer defined benefit pension plan administered by the Teachers Retirement Board. Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the Teachers Retirement Board. The Teachers Retirement Board issues a publicly available financial report that can be obtained at www.ct.gov.

Benefit Provisions

The plan provides retirement, disability and death benefits. Employees are eligible to retire at age 60 with 20 years of credited service in Connecticut, or 35 years of credited service including at least 25 years of service in Connecticut.

Normal Retirement

Retirement benefits for employees are calculated as 2% of the average annual salary times the years of credited service (maximum benefit is 75% of average annual salary during the three years of highest salary).

Early Retirement

Employees are eligible after 25 years of credited service including 20 years of Connecticut service, or age 55 with 20 years of credited service including 15 years of Connecticut service with reduced benefit amounts.

Disability Retirement

Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required for nonservice-related disability eligibility. Disability benefits are calculated as 2% of average annual salary times credited service to date of disability, but not less than 15% of average annual salary, nor more than 50% of average annual salary.

Contributions

Per Connecticut General Statutes Section 10-183z (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the State of Connecticut are approved, amended and certified by the State Teachers Retirement Board and appropriated by the General Assembly.

TOWN OF SIMSBURY, CONNECTICUT
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Employer (School Districts)

School District employers are not required to make contributions to the plan.

The statutes require the State of Connecticut to contribute 100% of each school districts' required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of the benefits earned by employees during the year, with any additional amount to finance any unfunded accrued liability.

Employees

Effective July 1, 1992, each teacher is required to contribute 6% of salary for the pension benefit.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the Town reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the Town were as follows:

Town's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>117,564,334</u>
Total	\$ <u>117,564,334</u>

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. At June 30, 2017, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2017, the Town recognized pension expense and revenue of \$12,820,813 in Exhibit II for on-behalf amounts for the benefits provided by the State.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increase	3.25-6.50%, including inflation
Investment rate of return	8.00%, net of pension plan investment expense, including inflation

TOWN OF SIMSBURY, CONNECTICUT
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Mortality rates were based on the RPH-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale, and further adjusted to grade in increased rates (5% for females and 8% for males) over age 80 for the period after service retirement and for dependent beneficiaries as well as for active members. The RPH-2014 Disabled Mortality Table projected to 2017 with Scale BB is used for the period after disability retirement.

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2010 - June 30, 2015.

For teachers who retired prior to September 1, 1992, pension benefit adjustments are made in accordance with increases in the Consumer Price Index, with a minimum of 3% and a maximum of 5% per annum.

For teachers who were members of the Teachers' Retirement System before July 1, 2007 and retire on or after September 1, 1992, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 6% per annum. If the return on assets in the previous year was less than 8.5%, the maximum increase is 1.5%.

For teachers who were members of the Teachers' Retirement System after July 1, 2007, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 5% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap U.S. equities	21.0%	7.3%
Developed non-U.S. equities	18.0%	7.5%
Emerging markets (non-U.S.)	9.0%	8.6%
Core fixed income	7.0%	1.7%
Inflation linked bond fund	3.0%	1.3%
Emerging market bond	5.0%	4.8%
High yield bonds	5.0%	3.7%
Real estate	7.0%	5.9%
Private equity	11.0%	10.9%
Alternative investments	8.0%	0.7%
Liquidity fund	6.0%	0.4%
Total	<u>100.0%</u>	

Discount Rate

The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined contribution rates in the future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The Town's proportionate share of the net pension liability is \$-0- and, therefore, the change in the discount rate would only impact the amount recorded by the State of Connecticut.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial statements available at www.ct.gov.

Other Information

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan.

C. Post Employment Healthcare Plan - Retiree Health Plan

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Retiree Health Plan (RHP) are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs of the plan are paid by the Town.

Investments are reported at fair value. Investment income is recognized as earned.

Plan Description

The RHP is a single-employer defined benefit healthcare plan administered by the Town of Simsbury. The RHP provides medical, dental and life insurance benefits to eligible retirees and their spouses. All employees of the Town are eligible to participate in the plan. Benefit provisions are established through negotiations between the Town and the various unions representing the employees.

The plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial report as the Other Post Employment Benefits Trust Fund. The plan does not issue a stand-alone financial report.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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Management of the post employment benefits plan is vested with the Town Manager and Director of Finance/Treasurer. Policy oversight is provided by the Board of Finance through active delegated involvement of the Retirement Plan Subcommittee, which consists of eight members. The Board of Finance has engaged the services of an investment consultant to assist in the development and periodic review of the Investment Policy Statement for the Other Post Employment Benefits Trust.

At July 1, 2015, plan membership consisted of the following:

	Retiree Health Plan
Retired members	234
Spouses of retired members	35
Active plan members	<u>646</u>
Total Participants	<u><u>915</u></u>

Funding Policy

The contribution requirements of plan members and the Town are also negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly towards the cost of health insurance premiums as follows:

Town Employees

Retired town employees under the age of 65 receiving coverage under CIGNA contribute between \$139 and \$558 per month for retiree only coverage and between \$697 and \$1,116 per month for retiree and spouse coverage to age 65. Retired town employees under the age of 65 receiving coverage under CIGNA contribute between \$204 and \$816 per month for retiree only coverage and between \$1,020 and \$1,632 per month for retiree and spouse coverage to age 65. Eligible Town employees over age 65 have the option of joining the Town's fully-insured Anthem Medicare Supplement Plan. Retirees typically contribute 25% of the premium (\$124) per month for individual coverage and 100% of the premium (\$497) for spouse coverage.

Board of Education Employees

Retired Board of Education employees under 65 or not eligible for Medicare, can receive coverage through the same CIGNA plans available to active employees. Retiree monthly contributions for retiree only plans and retiree and spouse plans are between \$508 and \$794 and \$1,017 and \$1,584, respectively. Retired BOE employees over 65 and eligible for Medicare Part A and B may participate in the Board's fully insured Anthem Medicare Supplement Plan with a monthly contribution of \$470.

For the year ended June 30, 2017, plan members contributed \$348,561 for their share of premium payments. The Town is required to contribute the balance of the current premium cost and may contribute an additional amount as determined by the Town in order to prefund benefits.

Employer contributions to the plan of \$1,310,930 were made in accordance with actuarially determined requirements.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Investments

Investment Policy

The Investment Policy Statement of the Other Post Employment Benefits Trust outlines the goals and investment objectives for the Trust and is intended to provide guidelines for managing the Trust and to outline specific investment policies that will govern how these goals will be achieved. The Investment Policy Statement is established and may be amended by a majority vote of the members of the Retirement Plan Subcommittee. It is the policy of the Retirement Plan Subcommittee to pursue and investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of asset classes. The Investment Policy Statement discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The current recommended asset allocation outlined in the Investment Policy Statement is weighted toward domestic equities and fixed income, with a slightly lower weight placed on international equities and real estate funds. The Investment Policy Statement was last updated in May 2017.

Rate of Return

For the year ended June 30, 2017, the annual money-weighted rate of return on investments, net of investment expense, was 9.44%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability of the Town

During the year, the Town implemented GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans* (OPEB). This Statement requires the net OPEB liability to be measured as the total OPEB liability, less the amount of the OPEB plan's fiduciary net position. The components of the net OPEB liability of the Town at June 30, 2017, were as follows:

Total OPEB liability	\$ 21,053,462
Plan fiduciary net position	<u>14,182,121</u>
Net OPEB Liability	<u>\$ 6,871,341</u>
Plan fiduciary net position as a percentage of the total OPEB liability	67.36%

The Town's net OPEB liability will be required to be recorded on the government-wide financial statement of net position at June 30, 2018.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2015, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.75%
Salary increases	3.50%, average, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	5.28% for 2017, decreasing 4.40% per year to over 73 years

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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Mortality rates were based on the RP-2000 Healthy Annuitant Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2008-July 1, 2012.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset as of June 30, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Core Fixed income	22.50 %	2.66 %
U.S. Inflation-Indexed Bonds	22.50	1.95
U.S. Large Caps	22.50	4.86
U.S. Small Caps	2.50	6.11
U.S. Mid Caps	5.00	5.41
Foreign Developed Equity	15.00	5.88
Emerging Markets Equity	5.00	8.14
U.S. REITs	2.50	5.17
Non-U.S. REITS	2.50	6.55

Discount Rate

The discount rate used to measure the total OPEB liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

The July 1, 2015 valuation reflects a lower discount rate to 7.00% from 7.50% as well as updated expected claims costs based on experience.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.0%) or 1 percentage point higher (8.0%) than the current discount rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net OPEB liability	\$ 9,812,816	\$ 6,871,341	\$ 5,009,970

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (4.28% decreasing to 3.40%) or 1 percentage point higher (6.28% decreasing to 5.40%) than the current healthcare cost trend rates:

		1% Decrease (4.28% decreasing to 3.40%)	Healthcare Cost Trend Rates (5.28% decreasing to 4.40%)	1% Increase (6.28% decreasing to 5.40%)
Net OPEB liability	\$	4,470,340	\$ 6,871,341	\$ 10,577,000

Annual OPEB Cost and Net OPEB Obligations

The Town of Simsbury's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan and changes in the Town's net OPEB obligation (asset):

	Retiree Medical Program
Annual required contribution (ARC)	\$ 1,073,307
Interest on net OPEB obligation	(341,003)
Adjustment to annual required contribution	<u>350,970</u>
Annual OPEB cost	1,083,274
Contributions made	<u>1,310,930</u>
Change in net OPEB asset	(227,656)
Net OPEB asset at beginning of year	<u>(4,871,474)</u>
Net OPEB Asset at End of Year	<u><u>\$ (5,099,130)</u></u>

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation (asset) three year trend information is presented below.

Fiscal Year Ending	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation (Asset)
6/30/2015	\$ 1,872,660	\$ 4,880,000	260.59%	\$ (4,713,451)
6/30/2016	1,037,860	1,195,883	115.23%	(4,871,474)
6/30/2017	1,083,274	1,310,930	121.02%	(5,099,130)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as accrual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections for benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2015 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 7% investment rate of return, which is the rate of the expected long-term investment returns of plan assets calculated based on the funding policy of the plan at the valuation date. The annual healthcare cost trend rate is 5.28% initially, reduced by decrements to an ultimate rate of 4.4% after 73 years. The general inflation assumption is 2.75%. Projected salary increases were 3.5%. The actuarial value of assets was determined using market value. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2016 was 21 years.

TOWN OF SIMSBURY, CONNECTICUT
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JUNE 30, 2017

Funding Status and Funding Progress

The funded status of the plan as of July 1, 2015, the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
7/1/2015	\$ 12,285,779	\$ 18,371,550	\$ 6,085,771	66.9%	\$ 45,238,000	13.5%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

The combining Statement of Net Position and the Combining Statement of Revenues, Expenses and Changes in Net Position for the Pension and Other Employee Benefit Trust Funds are as follows:

Combining Statement of Net Position

	General Government Pension Fund	Police Pension Fund	Board of Education Pension Fund	Other Post Employment Benefit Trust Fund	Trust Funds Total
Assets:					
Cash	\$ 124,455	\$ 138,833	\$ 153,467	\$ 425,370	\$ 842,125
Investments	23,142,739	16,105,077	20,953,073	13,764,476	73,965,365
Accounts receivable	28,220	22,289	26,275		76,784
Total assets	<u>23,295,414</u>	<u>16,266,199</u>	<u>21,132,815</u>	<u>14,189,846</u>	<u>74,884,274</u>
Liabilities:					
Accounts payable				7,725	7,725
Net Position of Pension and Other Post Employment Benefits	<u>\$ 23,295,414</u>	<u>\$ 16,266,199</u>	<u>\$ 21,132,815</u>	<u>\$ 14,182,121</u>	<u>\$ 74,876,549</u>

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Combining Statement of Revenues, Expenses and Changes in Net Position

	General Government Pension Fund	Police Pension Fund	Board of Education Pension Fund	Other Post Employment Benefit Trust Fund	Trust Funds Total
Additions:					
Contributions:					
Employer	\$ 877,664	\$ 677,434	\$ 1,112,035	\$ 1,310,930	\$ 3,978,063
Employee	295,408	239,130	348,561	174,237	1,057,336
Total contributions	<u>1,173,072</u>	<u>916,564</u>	<u>1,460,596</u>	<u>1,485,167</u>	<u>5,035,399</u>
Investment income:					
Change in fair value of investments	2,156,147	1,492,789	1,954,998	904,959	6,508,893
Interest and dividends	<u>436,395</u>	<u>307,226</u>	<u>393,899</u>	<u>305,516</u>	<u>1,443,036</u>
Total investment income	2,592,542	1,800,015	2,348,897	1,210,475	7,951,929
Less investment expenses:					
Custodian fees	<u>(28,749)</u>	<u>(25,796)</u>	<u>(26,534)</u>	<u>(29,835)</u>	<u>(110,914)</u>
Net investment gain (loss)	<u>2,563,793</u>	<u>1,774,219</u>	<u>2,322,363</u>	<u>1,180,640</u>	<u>7,841,015</u>
Total additions	<u>3,736,865</u>	<u>2,690,783</u>	<u>3,782,959</u>	<u>2,665,807</u>	<u>12,876,414</u>
Deductions:					
Benefits	1,536,992	1,032,945	1,242,519	1,228,579	5,041,035
Administration	<u>34,812</u>	<u>24,396</u>	<u>37,728</u>		<u>96,936</u>
Total deductions	<u>1,571,804</u>	<u>1,057,341</u>	<u>1,280,247</u>	<u>1,228,579</u>	<u>5,137,971</u>
Change in Net Position	2,165,061	1,633,442	2,502,712	1,437,228	7,738,443
Net Position at Beginning of Year	<u>21,130,353</u>	<u>14,632,757</u>	<u>18,630,103</u>	<u>12,744,893</u>	<u>67,138,106</u>
Net Position at End of Year	<u>\$ 23,295,414</u>	<u>\$ 16,266,199</u>	<u>\$ 21,132,815</u>	<u>\$ 14,182,121</u>	<u>\$ 74,876,549</u>

5. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2017.

The Town's self-insurance program is used to account for health insurance coverage for Town and Board of Education employees. The Town retains the risk of up to a maximum of \$250,000 per claim. Commercial insurance covers any individual claim in excess of \$10,000. During 2017, total claims expense of \$12,472,676 was incurred, which represent claims processed and an estimate for claims incurred but not reported as of June 30, 2017.

The Fund establishes claims liabilities based on estimates of claims that have been incurred but not reported; accordingly, the Fund recorded an additional liability at June 30, 2017 of \$1,035,514.

Premium payments are reported as interfund services provided and used for the General Fund, and, accordingly, they are treated as operating revenues of the Self-Insurance Fund and operating expenditures of the General Fund.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

A schedule of changes in the claims liability for the years ended June 30, 2017 and 2016, is presented below:

		<u>Liability</u>	<u>Current Year</u>	<u>Claim</u>	<u>Liability</u>
		<u>July 1,</u>	<u>Claims and</u>	<u>Payments</u>	<u>June 30,</u>
			<u>Changes in</u>		
			<u>Estimates</u>		
2015-16	\$	855,000	\$ 10,696,033	\$ 10,615,260	\$ 935,773
2016-17		935,773	12,472,676	12,372,935	1,035,514

B. Contingent Liabilities

There are various suits and claims pending against the Town, none of which, individually or in the aggregate, is believed by counsel to be likely to result in judgment or judgments that could materially affect the Town's financial position.

The Town has received state and federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for any expenditure disallowed under terms of the grant. Based on prior experience, Town management believes such disallowances, if any, will not be material.

The Town may be subject to rebate penalties to the federal government relating to various bond and note issues. The Town expects such amounts, if any, to be immaterial.

C. Landfill Postclosure Care Costs

The Simsbury landfill stopped accepting solid waste in 1988. The landfill has been capped and tested by the Department of Environmental Protection prior to October 1, 1993 and, as such, the U.S. EPA adopted regulations 40 CFR, Part 258 (Subtitle D), do not apply. However, the Simsbury landfill is still required to monitor its postclosure functions under an approved plan with the State of Connecticut Department of Environmental Protection.

The landfill closing costs of \$55,000 reported as a liability in the government-wide financial statements represent an estimate of the postclosure costs to be incurred by the Town over the next 12 fiscal years for mandatory ground water testing based on a study conducted by an independent consultant. It is estimated that the Town will incur a \$5,000 annual cost over the next 12 fiscal years. This estimate is subject to changes that may result from inflation, technological changes or regulatory changes.

Required Supplementary Information

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
TEACHERS RETIREMENT SYSTEM
LAST THREE FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Town's proportion of the net pension liability	0.00%	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>117,564,334</u>	<u>92,706,902</u>	<u>85,688,952</u>
Total	<u>\$ 117,564,334</u>	<u>\$ 92,706,902</u>	<u>\$ 85,688,952</u>
Town's covered-employee payroll	\$ 33,773,614	\$ 32,597,004	\$ 32,231,978
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	52.26%	59.50%	61.51%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

Notes to Schedule:

Changes in benefit terms
Changes of assumptions

None
During 2016, rates of withdrawal, disability, retirement, mortality and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2015.
During 2011, rates of withdrawal, retirement and assumed rates of salary increases were adjusted to reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2010.

Actuarial cost method
Amortization method
Remaining amortization period
Asset valuation method
Investment rate of return

Entry age
Level percent of salary, closed
20.4 years
4-year smoothed market
8.50%, net of investment related expense

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
GENERAL GOVERNMENT
LAST FOUR FISCAL YEARS *

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:				
Service cost	\$ 668,192	\$ 651,746	\$ 607,101	\$ 605,889
Interest	1,939,574	1,864,604	1,793,949	1,718,093
Changes of benefit terms	291,643		(16,733)	
Differences between expected and actual experience	509,974	(259,385)	99,498	(1,191)
Benefit payments, including refunds of member contributions	<u>(1,536,992)</u>	<u>(1,296,608)</u>	<u>(1,321,430)</u>	<u>(1,157,072)</u>
Net change in total pension liability	1,872,391	960,357	1,162,385	1,165,719
Total pension liability - beginning	<u>27,795,511</u>	<u>26,835,154</u>	<u>25,672,769</u>	<u>24,507,050</u>
Total pension liability - ending	<u>29,667,902</u>	<u>27,795,511</u>	<u>26,835,154</u>	<u>25,672,769</u>
Plan fiduciary net position:				
Contributions - employer	877,664	1,023,393	1,013,590	985,741
Contributions - member	295,408	445,994	223,536	175,834
Net investment income	2,563,793	(20,390)	417,241	2,628,574
Benefit payments	(1,536,992)	(1,296,608)	(1,321,430)	(1,105,875)
Refunds of member contributions				(51,197)
Administrative expense	<u>(34,812)</u>	<u>(37,476)</u>	<u>(35,251)</u>	<u>(32,427)</u>
Net change in plan fiduciary net position	2,165,061	114,913	297,686	2,600,650
Plan fiduciary net position - beginning	<u>21,130,353</u>	<u>21,015,440</u>	<u>20,717,754</u>	<u>18,117,104</u>
Plan fiduciary net position - ending	<u>23,295,414</u>	<u>21,130,353</u>	<u>21,015,440</u>	<u>20,717,754</u>
Town's Net Pension Liability - Ending	<u>\$ 6,372,488</u>	<u>\$ 6,665,158</u>	<u>\$ 5,819,714</u>	<u>\$ 4,955,015</u>
Plan fiduciary net position as a percentage of the total pension liability	78.52%	76.02%	78.31%	80.70%
Covered-employee payroll	\$ 6,870,896	\$ 6,476,467	\$ 6,477,000	\$ 6,491,000
Town's net pension liability as a percentage of covered-employee payroll	92.75%	102.91%	89.85%	76.34%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE
LAST FOUR FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:				
Service cost	\$ 530,838	\$ 484,804	\$ 449,735	\$ 434,196
Interest	1,374,437	1,327,012	1,261,868	1,169,501
Changes of benefit terms			266,580	
Differences between expected and actual experience	(944,755)	132,622	(91,391)	1,025,203
Benefit payments, including refunds of member contributions	<u>(1,032,945)</u>	<u>(1,054,896)</u>	<u>(1,092,847)</u>	<u>(1,914,868)</u>
Net change in total pension liability	(72,425)	889,542	793,945	714,032
Total pension liability - beginning	<u>19,611,721</u>	<u>18,722,179</u>	<u>17,928,234</u>	<u>17,214,202</u>
Total pension liability - ending	<u>19,539,296</u>	<u>19,611,721</u>	<u>18,722,179</u>	<u>17,928,234</u>
Plan fiduciary net position:				
Contributions - employer	677,434	727,009	633,000	562,763
Contributions - member	239,130	196,550	190,966	152,656
Net investment income	1,774,219	(11,573)	295,997	1,966,976
Benefit payments	(1,032,945)	(1,054,896)	(1,092,847)	(946,618)
Refunds of member contributions				(968,250)
Administrative expense	<u>(24,396)</u>	<u>(24,051)</u>	<u>(33,374)</u>	<u>(32,865)</u>
Net change in plan fiduciary net position	1,633,442	(166,961)	(6,258)	734,662
Plan fiduciary net position - beginning	<u>14,632,757</u>	<u>14,799,718</u>	<u>14,805,976</u>	<u>14,071,314</u>
Plan fiduciary net position - ending	<u>16,266,199</u>	<u>14,632,757</u>	<u>14,799,718</u>	<u>14,805,976</u>
Town's Net Pension Liability - Ending	<u>\$ 3,273,097</u>	<u>\$ 4,978,964</u>	<u>\$ 3,922,461</u>	<u>\$ 3,122,258</u>
Plan fiduciary net position as a percentage of the total pension liability	83.25%	74.61%	79.05%	82.64%
Covered-employee payroll	\$ 3,143,684	\$ 2,918,053	\$ 2,866,000	\$ 2,772,281
Town's net pension liability as a percentage of covered-employee payroll	104.12%	170.63%	136.86%	112.24%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
BOARD OF EDUCATION
LAST FOUR FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:				
Service cost	\$ 781,880	\$ 792,518	\$ 720,226	\$ 723,982
Interest	1,903,998	1,815,018	1,745,104	1,635,060
Changes of benefit terms		(29,091)	(32,802)	
Differences between expected and actual experience	(274,621)	(445,038)	319,281	(19,757)
Benefit payments, including refunds of member contributions	<u>(1,242,519)</u>	<u>(1,125,306)</u>	<u>(1,147,085)</u>	<u>(1,096,023)</u>
Net change in total pension liability	1,168,738	1,008,101	1,604,724	1,243,262
Total pension liability - beginning	<u>27,028,848</u>	<u>26,020,747</u>	<u>24,416,023</u>	<u>23,172,761</u>
Total pension liability - ending	<u>28,197,586</u>	<u>27,028,848</u>	<u>26,020,747</u>	<u>24,416,023</u>
Plan fiduciary net position:				
Contributions - employer	1,112,035	1,288,982	1,236,631	1,231,124
Contributions - member	348,561	324,788	283,432	240,312
Net investment income	2,322,363	21,997	337,905	2,157,488
Benefit payments	(1,242,519)	(1,125,306)	(1,147,085)	(1,056,810)
Refunds of member contributions				(39,213)
Administrative expense	<u>(37,728)</u>	<u>(18,799)</u>	<u>(26,200)</u>	<u>(29,131)</u>
Net change in plan fiduciary net position	2,502,712	491,662	684,683	2,503,770
Plan fiduciary net position - beginning	<u>18,630,103</u>	<u>18,138,441</u>	<u>17,453,758</u>	<u>14,949,988</u>
Plan fiduciary net position - ending	<u>21,132,815</u>	<u>18,630,103</u>	<u>18,138,441</u>	<u>17,453,758</u>
Town's Net Pension Liability - Ending	<u>\$ 7,064,771</u>	<u>\$ 8,398,745</u>	<u>\$ 7,882,306</u>	<u>\$ 6,962,265</u>
Plan fiduciary net position as a percentage of the total pension liability	74.95%	68.93%	69.71%	71.53%
Covered-employee payroll	\$ 7,766,728	\$ 7,864,597	\$ 7,916,000	\$ 7,911,823
Town's net pension liability as a percentage of covered-employee payroll	90.96%	106.79%	99.57%	87.86%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
GENERAL GOVERNMENT
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2015</u>	<u>2017</u>
Actuarially determined contribution	\$ 549,783	\$ 544,651	\$ 586,140	\$ 759,126	\$ 722,519	\$ 714,779	\$ 985,089	\$ 1,013,590	\$ 888,277	\$ 877,663
Contributions in relation to the actuarially determined contribution	<u>549,783</u>	<u>544,651</u>	<u>586,140</u>	<u>759,126</u>	<u>722,519</u>	<u>779,972</u>	<u>985,089</u>	<u>1,013,590</u>	<u>1,023,393</u>	<u>877,664</u>
Contribution Deficiency (Excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(65,193)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(135,116)</u>	\$ <u>(1)</u>
Covered-employee payroll	\$ 5,617,253	\$ 5,656,359	\$ 6,277,067	\$ 6,279,542	\$ 6,131,794	\$ 5,797,979	\$ 6,490,784	\$ 6,477,448	\$ 6,476,467	\$ 6,870,896
Contributions as a percentage of covered-employee payroll	9.79%	9.63%	9.34%	12.09%	11.78%	13.45%	15.18%	15.65%	15.80%	12.77%

Notes to Schedule:

Valuation date July 1, 2016
Measurement date June 30, 2017
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	17 years
Amortization growth rate	3.50%
Asset valuation method	5-year non-asymptotic
Inflation	2.75%
Salary increases	3.50%
Investment rate of return	7.00%
Retirement age	Rates based on age
Turnover	Rates based on service

Mortality RP-2000 Mortality for Employees, Healthy Annuitants and Disabled Annuitants with generational projection per Scale AA

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE
LAST TEN FISCAL YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Actuarially determined contribution	\$ 386,131	\$ 381,438	\$ 393,136	\$ 505,605	\$ 497,614	\$ 465,641	\$ 562,233	\$ 632,679	\$ 631,023	\$ 677,434
Contributions in relation to the actuarially determined contribution	<u>386,131</u>	<u>381,438</u>	<u>393,136</u>	<u>505,605</u>	<u>497,614</u>	<u>508,111</u>	<u>562,233</u>	<u>633,000</u>	<u>727,009</u>	<u>677,434</u>
Contribution Deficiency (Excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(42,470)</u>	\$ <u>-</u>	\$ <u>(321)</u>	\$ <u>(95,986)</u>	\$ <u>-</u>
Covered-employee payroll	\$ 2,453,053	\$ 2,533,739	\$ 2,598,719	\$ 2,643,805	\$ 2,615,838	\$ 2,362,484	\$ 2,772,281	\$ 2,866,183	\$ 2,918,053	\$ 3,143,684
Contributions as a percentage of covered-employee payroll	15.74%	15.05%	15.13%	19.12%	19.02%	21.51%	20.28%	22.09%	24.91%	21.55%

Notes to Schedule:

Valuation date July 1, 2016
Measurement date June 30, 2017
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal
Amortization method Level percentage of payroll, closed
Remaining amortization period 17 years
Amortization growth rate 3.50%
Asset valuation method 5-year non-asymptotic
Inflation 2.75%
Salary increases 8.25% for the first 7 years and 3.00% thereafter
Investment rate of return 7.00%
Retirement age 20% per year starting at Normal Retirement Date; 100% at age 62

Mortality RP-2000 Mortality for Employees, Healthy Annuitants and Disabled Annuitants with generational projection per Scale AA

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
BOARD OF EDUCATION
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Actuarially determined contribution	\$ 697,968	\$ 705,973	\$ 706,849	\$ 876,860	\$ 910,571	\$ 1,012,381	\$ 1,231,124	\$ 1,236,631	\$ 1,110,353	\$ 1,112,035
Contributions in relation to the actuarially determined contribution	<u>697,968</u>	<u>706,020</u>	<u>706,849</u>	<u>876,860</u>	<u>1,030,571</u>	<u>1,104,718</u>	<u>1,231,124</u>	<u>1,236,631</u>	<u>1,288,982</u>	<u>1,112,035</u>
Contribution Deficiency (Excess)	\$ <u>-</u>	\$ <u>(47)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(120,000)</u>	\$ <u>(92,337)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(178,629)</u>	\$ <u>-</u>
Covered-employee payroll	\$ 6,069,458	\$ 6,362,430	\$ 6,984,577	\$ 7,421,437	\$ 7,686,831	\$ 7,740,314	\$ 7,911,823	\$ 7,916,465	\$ 7,864,597	\$ 7,766,728
Contributions as a percentage of covered-employee payroll	11.50%	11.10%	10.12%	11.82%	13.41%	14.27%	15.56%	15.62%	16.39%	14.32%

Notes to Schedule:

Valuation date July 1, 2016
Measurement date June 30, 2017
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	17 years
Amortization growth rate	3.50%
Asset valuation method	5-year non-asymptotic
Inflation	2.75%
Salary increases	3.50%
Investment rate of return	7.00%
Retirement age	Rates based on age
Turnover	Rates based on service

Mortality RP-2000 Mortality for Employees, Healthy Annuitants and Disabled Annuitants with generational projection per Scale AA

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
LAST FOUR FISCAL YEARS ***

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return, net of investment expense:				
General Government Pension Plan	12.09%	(0.10%)	1.97%	14.35%
Police Pension Plan	12.00%	(0.08%)	1.98%	14.30%
Board of Education Pension Plan	12.07%	0.12%	1.86%	14.02%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
LAST FISCAL YEAR*
(In Thousands)

	<u>2017</u>
Total OPEB liability:	
Service cost	\$ 797,888
Interest	1,424,684
Benefit payments	<u>(1,228,579)</u>
Net change in total OPEB liability	993,993
Total OPEB liability - beginning	<u>20,059,469</u>
Total OPEB liability - ending	<u><u>21,053,462</u></u>
Plan fiduciary net position:	
Contributions - employer	1,310,930
Contributions - member	174,237
Net investment income (loss)	1,180,640
Benefit payments	<u>(1,228,579)</u>
Net change in plan fiduciary net position	1,437,228
Plan fiduciary net position - beginning	<u>12,744,893</u>
Plan fiduciary net position - ending	<u><u>14,182,121</u></u>
Net OPEB Liability - Ending	<u><u>\$ 6,871,341</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability	67.36%
Covered-employee payroll	\$ 45,238,019
Net OPEB liability as a percentage of covered-employee payroll	15.19%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

Notes to Schedule:

Assumption changes: The July 1, 2015 valuation reflects a lower discount rate to 7.00% from 7.50% as well as updated expected claims costs based on experience.

Benefit Changes: The Plan provisions changed for police employees. The Town shall now pay 80% of the HMO/PPO premium or 85% of the HDHP premiums for medical coverage for retiree and spouse until age 65.

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OPEB
LAST TEN FISCAL YEARS
(In Thousands)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Actuarially determined contribution (1)	\$ 2,067,900	\$ 1,670,800	\$ 1,766,300	\$ 1,611,000	\$ 1,705,000	\$ 1,613,000	\$ 1,825,000	\$ 1,880,000	\$ 1,047,953	\$ 1,073,307
Contributions in relation to the actuarially determined contribution	2,193,500	1,726,500	1,894,900	1,895,100	1,705,000	2,393,362	1,980,158	4,880,000	1,195,883	1,310,930
Contribution Deficiency (Excess)	\$ (125,600)	\$ (55,700)	\$ (128,600)	\$ (284,100)	\$ -	\$ (780,362)	\$ (155,158)	\$ (3,000,000)	\$ (147,930)	\$ (237,623)
Covered-employee payroll	\$	\$	\$	\$	\$	\$	\$ 44,132,000	\$ 44,132,000	\$ 44,570,517	\$ 45,238,019
Contributions as a percentage of covered-employee payroll	NA	NA	NA	NA	NA	NA	4.49%	11.06%	2.68%	2.90%

(1) Actuarially Determined Contributions prior to fiscal year ended June 30, 2017 is based on the Annual Required Contribution (ARC) calculated in accordance with GASB No. 45

Notes to Schedule:

Valuation date: July 1, 2015

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Projected Unit Credit
Amortization method	Level percent
Amortization period	20 years
Asset valuation method	Closed
Inflation	2.75%
Healthcare cost trend rates	5.28-4.40% over 73 years
Salary increases	3.50%, average, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Mortality	RP-2000 Combined Healthy and Disabled Mortality, Male and Female, with generational projection per Scale AA

Other Information:

The July 1, 2015 valuation reflects a lower discount rate to 7.00% from 7.50% as well as updated expected claims costs based on experience.

The Plan provisions changed for police employees. The Town shall now pay 80% of the HMO/PPO premium or 85% of the HDHP premiums for medical coverage for retiree and spouse until age 65.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
OPEB
LAST FISCAL YEAR***

2017

Annual money-weighted rate of return,
net of investment expense

9.44%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
REQUIRED SUPPLEMENTARY INFORMATION -
OTHER POST EMPLOYMENT BENEFITS TRUST FUND**

Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
<i>Retiree Medical Program</i>						
7/1/2009	\$ 1,747,000	\$ 17,565,000	\$ 15,818,000	9.95%	n/a	n/a
7/1/2011	4,253,000	18,933,000	14,680,000	22.46%	n/a	n/a
7/1/2012	5,018,000	19,989,000	14,971,000	25.10%	44,132,000	33.92%
7/1/2014	11,496,819	17,328,319	5,831,500	66.35%	44,570,517	13.08%
7/1/2015	12,285,779	18,371,550	6,085,771	66.87%	45,238,000	13.45%

n/a - The covered payroll is not available.

Supplemental, Combining and Individual Fund Statements and Schedules

Major Governmental Funds

General Fund

To account for the general operations of the Town, except those required to be accounted for in another fund.

Sewer Use Fund

To account for sewer user fees and sewer plant operations.

Sewer Assessment Fund

To account for sewer assessments.

Capital Project Fund

The Capital Project Fund is used to account for financial resources used for the acquisition or construction of major capital facilities.

Capital and Nonrecurring Expenditures Fund

The Capital and Nonrecurring Expenditures Fund is used to account for equipment purchases and other nonrecurring capital expenditures.

TOWN OF SIMSBURY, CONNECTICUT
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2017

	General Fund	BOE Non-Lapsing Fund	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 6,505,049	\$ 385,000	\$ 6,890,049
Investments	8,232,129		8,232,129
Receivables	1,652,310		1,652,310
Due from other funds	468,037		468,037
Other assets	14,663		14,663
Total Assets	<u>\$ 16,872,188</u>	<u>\$ 385,000</u>	<u>\$ 17,257,188</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,622,045	\$	\$ 1,622,045
Deferred Inflows of Resources:			
Unavailable revenue - property taxes	878,914		878,914
Unavailable revenue - property tax interest	422,877		422,877
Advance property tax collections	118,417		118,417
Total deferred inflows of resources	<u>1,420,208</u>	<u>-</u>	<u>1,420,208</u>
Fund Balances:			
Nonspendable	14,663		14,663
Committed		385,000	385,000
Assigned	1,542,894		1,542,894
Unassigned	12,272,378		12,272,378
Total fund balances	<u>13,829,935</u>	<u>385,000</u>	<u>14,214,935</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 16,872,188</u>	<u>\$ 385,000</u>	<u>\$ 17,257,188</u>

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2017

	General Fund	BOE Non-Lapsing Fund	Eliminations	Total
Revenues:				
Property taxes	\$ 85,638,921	\$	\$	\$ 85,638,921
Intergovernmental	20,134,283			20,134,283
Investment loss	45,381			45,381
Charges for goods and services	788,097			788,097
Licenses and permits	459,719			459,719
Rental of town-owned property	132,302			132,302
Local revenues	38,217			38,217
Assessments				-
Total revenues	<u>107,236,920</u>	<u>-</u>	<u>-</u>	<u>107,236,920</u>
Expenditures:				
Current:				
General government	2,177,334			2,177,334
Planning and development	541,257			541,257
Public safety	4,507,777			4,507,777
Facility management	3,919,551			3,919,551
Culture and recreation	2,320,523			2,320,523
Health and welfare	607,609			607,609
Fringe benefits and insurances	4,871,466			4,871,466
Education	80,358,419	22,734		80,381,153
Debt service:				
Principal payments	5,150,000			5,150,000
Interest and other	488,175			488,175
Total expenditures	<u>104,942,111</u>	<u>22,734</u>	<u>-</u>	<u>104,964,845</u>
Excess of Revenues over Expenditures	<u>2,294,809</u>	<u>(22,734)</u>	<u>-</u>	<u>2,272,075</u>
Other Financing Sources (Uses):				
Transfers in	264,095	22,734	(47,734)	239,095
Transfers out	(2,225,360)	(42,598)	47,734	(2,220,224)
Premium on bond issuance	461,686			461,686
Total other financing sources (uses)	<u>(1,499,579)</u>	<u>(19,864)</u>	<u>-</u>	<u>(1,519,443)</u>
Net Change in Fund Balances	795,230	(42,598)	-	752,632
Fund Balances at Beginning of Year	<u>13,034,705</u>	<u>427,598</u>	<u>-</u>	<u>13,462,303</u>
Fund Balances at End of Year	<u>\$ 13,829,935</u>	<u>\$ 385,000</u>	<u>\$ -</u>	<u>\$ 14,214,935</u>

**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2017 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2016**

	2017				2016
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)	Actual Amounts (Budgetary Basis)
	Original	Final			
Property Taxes:					
Current year taxes	\$ 83,861,038	\$ 83,861,038	\$ 85,043,868	\$ 1,182,830	\$ 83,900,972
Prior year's taxes	401,547	401,547	336,406	(65,141)	304,236
Interest and lien fees	300,000	300,000	258,647	(41,353)	329,910
Total property taxes	84,562,585	84,562,585	85,638,921	1,076,336	84,535,118
Intergovernmental Revenues:					
State of Connecticut:					
Office of Policy and Management:					
Property tax relief:					
Disabled	1,400	1,400	1,266	(134)	1,562
Property tax relief - elderly	85,000	85,000	64,492	(20,508)	77,783
Additional veterans	5,000	5,000	5,884	884	5,858
Department of Education:					
Education equalization grant	6,233,528	6,233,528	6,040,455	(193,073)	5,911,918
School transportation				-	33,229
Adult education	10,090	10,090	13,928	3,838	11,214
Nonpublic schools - transportation			15,465	15,465	22,499
Miscellaneous:					
State-owned property	2,555	2,555	2,555	-	139
Telephone access line grant	55,000	55,000	55,458	458	52,816
Solid waste			2,206	2,206	34,710
Pequot casino revenue	28,478	28,478	28,478	-	32,798
Police grant				-	7,897
Municipal revenue sharing	665,839	665,839	887,375	221,536	77,648
Library grant				-	1,087
Elderly/Handicapped transportation	6,000	6,000	6,686	686	6,800
Other				-	2
Housing Authority in lieu of taxes	18,000	18,000	20,640	2,640	19,739
Board of Education tuition regular	43,500	43,500	48,582	5,082	38,250
PILOT - Westminster School	120,000	120,000	120,000	-	120,000
Total intergovernmental revenues	7,274,390	7,274,390	7,313,470	39,080	6,455,949
Investment income	180,000	180,000	45,381	(134,619)	335,773
Charges for Goods and Services:					
Central administration miscellaneous	2,000	2,000	11,235	9,235	20,257
Conveyance tax receipts	290,000	290,000	476,026	186,026	454,628
Town clerk recording fees	140,000	140,000	128,535	(11,465)	121,029
Town clerk farmland preservation fees	5,500	5,500	2,819	(2,681)	2,900
Town clerk miscellaneous	60,000	60,000	54,377	(5,623)	56,466
Tax collector - fire district supplies, etc.	6,500	6,500	6,500	-	6,500
Police department - emergency reporting	35,000	35,000	36,241	1,241	36,563
Police department miscellaneous	4,000	4,000	4,253	253	6,954
Animal control	500	500	1,281	781	
Engineering department fees	700	700	328	(372)	366
Facilities management			1,510	1,510	1,119
Culture and recreation				-	350
Library fines and fees	2,000	2,000	3,419	1,419	1,134
War Memorial pool	9,600	9,600	1,464	(8,136)	2,876
Board of education miscellaneous	5,000	5,000	37,158	32,158	6,526
Community gardens	2,500	2,500	2,691	191	2,575
Total charges for goods and services	563,300	563,300	767,837	204,537	720,243

(Continued on next page)

**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2017 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2016**

	2017				2016	
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)	Actual Amounts (Budgetary Basis)	
	Original	Final				
Fines and forfeitures:						
Library fines and fees	\$ 44,000	\$ 44,000	\$ 41,510	\$ (2,490)	\$	41,371
Land use court fines			1,750	1,750		9,000
Court fees	1,000	1,000		(1,000)		
False alarms fines	10,000	10,000	5,100	(4,900)		23,945
Traffic tickets	4,000	4,000	2,724	(1,276)		3,116
Animal control fines	500	500	1,241	741		500
Total fines and forfeitures	59,500	59,500	52,325	(7,175)		77,932
Rental of Town-Owned Property:						
Eno Memorial Hall	1,000	1,000	3,610	2,610		1,485
Education - school rentals	45,000	45,000	46,242	1,242		52,982
Library administration			2,450	2,450		3,300
World skate	75,000	75,000	80,000	5,000		80,000
Total rental of town-owned property	121,000	121,000	132,302	11,302		137,767
Licenses and Permits:						
Sporting licenses	200	200	596	396		145
Dog licenses	10,000	10,000	14,793	4,793		15,033
Land use commission	20,000	20,000	73,888	53,888		35,738
Police department fees	8,000	8,000	9,985	1,985		11,320
Building department fees	750,000	750,000	360,457	(389,543)		1,113,473
Total licenses and permits	788,200	788,200	459,719	(328,481)		1,175,709
Other Local Revenues:						
Other revenues			320	320		1,015
Prior year encumbrances			23,168	23,168		6,672
Insurance refunds			28,832	28,832		50,066
Total other local revenues	-	-	52,320	52,320		57,753
Total Revenues	93,548,975	93,548,975	94,462,275	913,300		93,496,244
Other Financing Sources:						
Transfers from other funds:						
Capital projects			160,001	160,001		
Sewer use fund	104,094	104,094	104,094	-		101,446
Total other financing sources	104,094	104,094	264,095	160,001		101,446
Total Revenues and Other Financing Sources	\$ 93,653,069	\$ 93,653,069	\$ 94,726,370	\$ 1,073,301	\$	93,597,690

TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2017 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2016

	2017						2016
	Budgeted Amounts		Actual Amounts	Variance with		Actual Amounts	
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)		(Budgetary Basis)	
General Government:							
Central administration	\$ 455,881	\$ 425,779	\$ 425,779	\$ -	\$	455,473	
Administration services	60,400	54,689	54,689	-		50,245	
Community services	59,521	103,852	103,852	-		70,793	
Land use commission	24,050	20,058	20,058	-		20,865	
Economic development commission	55,400	54,542	54,542	-		57,568	
Historic district commission	1,575	555	555	-		328	
Public building committee	1,405	1,338	1,338	-		1,597	
Beautification	4,715	4,702	4,702	-		4,410	
Tourism committee	5,245	6,868	6,868	-		6,500	
Elections	116,812	99,848	99,848	-		104,759	
Legal	136,000	175,924	175,924	-		252,376	
Town clerk	231,315	221,862	221,862	-		224,383	
Probate court	2,104	2,104	2,104	-		2,104	
Total general government	1,154,423	1,172,121	1,172,121	-		1,251,401	
Financial Services:							
Board of Finance	10,220	11,289	11,289	-		11,790	
Finance department	346,903	303,250	303,250	-		315,372	
Tax collector	169,671	170,779	170,779	-		172,181	
Assessors	248,279	248,262	248,262	-		231,699	
Data processing	204,697	159,056	159,056	-		182,334	
Auditors	36,950	36,600	36,600	-		48,804	
Total financial services	1,016,720	929,236	929,236	-		962,180	
Planning and Development:							
Director of community development	181,870	175,563	175,563	-		168,751	
Planning department	162,603	159,189	159,189	-		163,209	
Building department	223,736	188,505	188,505	-		198,994	
Total planning and development	568,209	523,257	523,257	-		530,954	
Public Safety:							
Police	4,530,861	4,438,057	4,438,057	-		4,332,370	
Animal control officer	64,801	64,550	64,550	-		62,026	
Civil preparedness	6,685	5,173	5,173	-		6,685	
Total public safety	4,602,347	4,507,780	4,507,780	-		4,401,081	
Public Works:							
Engineering	219,405	202,769	202,769	-		167,626	
Public Works Administration	262,185	235,710	235,710	-		213,018	
Buildings and Grounds	444,645	421,568	421,568	-		406,718	
Town Offices	134,296	143,521	143,521	-		147,500	
Eno Hall Memorial	77,873	76,994	76,994	-		89,952	
Miscellaneous Building	22,970	20,909	20,909	-		18,544	
Highway - Labor & Equipment	1,710,936	1,702,158	1,702,158	-		1,631,528	
Highway - Facilities & Programs	1,012,957	1,029,731	1,029,731	-		1,072,614	
Landfill	66,500	81,458	81,458	-		78,523	
Total public works	3,951,767	3,914,818	3,914,818	-		3,826,023	

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -

BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE ACTUAL AMOUNTS

WITH COMPARATIVE ACTUAL AMOUNTS

FOR THE YEAR ENDED JUNE 30, 2015

	2017				2016	
	Budgeted Amounts		Actual Amounts	Variance with	Actual Amounts	
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)	(Budgetary Basis)	
Culture and Recreation:						
Recreation - Administration	\$ 55,460	\$ 56,467	\$ 56,467	\$ -	\$ 53,868	
Recreation - Memorial Pool	27,993	27,923	27,923	-	26,299	
Parks & Open Space - Maintenance	635,768	648,073	648,073	-	624,129	
Parks & Open Space - Memorial Field	23,682	26,403	26,403	-	24,311	
Parks & Open Space - Memorial Pool	20,825	30,887	30,887	-	28,373	
Library - Administration	556,884	556,735	556,735	-	508,672	
Library - Adult & Young Adult	509,630	540,078	540,078	-	518,184	
Library - Building & Grounds	122,810	145,047	145,047	-	137,201	
Library - Children Services	335,848	290,670	290,670	-	312,864	
Total culture and recreation	2,288,900	2,322,283	2,322,283	-	2,233,901	
Health and Welfare:						
Health department	125,869	125,869	125,869	-	122,694	
Social services administration	204,288	204,478	204,478	-	203,205	
Elderly services outreach	24,408	24,288	24,288	-	24,159	
Senior center	149,355	137,612	137,612	-	142,956	
Transportation	118,760	115,362	115,362	-	112,035	
Total health and welfare	622,680	607,609	607,609	-	605,049	
Fringe Benefits and Insurance:						
Social Security	815,935	835,662	835,662	-	729,129	
Town general liability insurance	475,221	475,422	475,422	-	463,129	
Employee group insurance	2,124,484	2,190,155	2,190,155	-	2,083,094	
Unemployment reserve	5,000	6,375	6,375	-	222	
Pensions	1,363,843	1,363,852	1,363,852	-	1,326,602	
Total fringe benefits and insurance	4,784,483	4,871,466	4,871,466	-	4,602,176	
Board of Education	66,881,535	66,881,535	66,865,285	16,250	65,764,552	
Non-Public Schools Budget:						
Non-public schools	541,237	541,237	537,651	3,586	537,737	
Debt Service:						
Principal	5,150,000	5,150,000	5,150,000	-	5,035,000	
Interest	477,166	488,175	488,175	-	501,273	
Operating Transfer	962,653	962,653	962,653	-		
Total debt service	6,589,819	6,600,828	6,600,828	-	5,536,273	
Other Financing Uses:						
Transfers to other funds	1,073,949	1,262,707	1,262,707	-	2,477,463	
Total Expenditures and Other Financing Uses	\$ 94,076,069	\$ 94,134,877	\$ 94,115,041	\$ 19,836	\$ 92,728,790	

**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF BOARD OF EDUCATION EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original Appropriation</u>	<u>Amended Appropriation</u>	<u>Actual Expenditures and Encumbrances</u>	<u>Variance Favorable (Unfavorable)</u>
General control	\$ 2,051,377	\$ 2,051,377	\$ 2,029,068	\$ 22,309
Instruction	42,163,612	42,163,612	41,903,111	260,501
Health services	688,540	688,540	678,186	10,354
Transportation	2,683,059	2,683,059	2,802,925	(119,866)
Operation of school plant	4,544,044	4,544,044	4,592,555	(48,511)
Maintenance of schools	1,234,472	1,234,472	1,259,194	(24,722)
Employee pension and insurance	11,233,753	11,233,753	11,214,700	19,053
Food services	7,990	7,990	7,990	-
Student activities	644,021	644,021	658,028	(14,007)
Community service	34,000	34,000	34,000	-
New and replaced equipment	747,701	747,701	595,954	151,747
Tuition to other schools	1,422,000	1,422,000	1,662,608	(240,608)
Nonpublic schools	<u>541,237</u>	<u>541,237</u>	<u>537,651</u>	<u>3,586</u>
Subtotal	67,995,806	67,995,806	67,975,970	19,836
Transfers to BOE Non-Lapsing Fund	(22,734)	(22,734)	(22,734)	-
Transfers to CNR Funds	<u>(550,300)</u>	<u>(550,300)</u>	<u>(550,300)</u>	<u>-</u>
Total Expenditures	<u>\$ 67,422,772</u>	<u>\$ 67,422,772</u>	<u>\$ 67,402,936</u>	<u>\$ 19,836</u>

**TOWN OF SIMSBURY, CONNECTICUT
CAPITAL PROJECT FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS
FOR THE YEAR ENDED JUNE 30, 2017**

	Appropriations			Expenditures				Encumbrances June 30, 2017	Uncommitted Balance June 30, 2017
	Balance June 30, 2016	Current Year	Balance June 30, 2017	Balance June 30, 2016	Current Year	Payments on Prior Year Encumbrances	Balance June 30, 2017		
Sewer extension projects:									
Project 2008	\$ 260,000		\$ 260,000	\$ 260,000			\$ 260,000		\$ -
Project 2010	260,000		260,000	67,212	87,186		154,398		105,602
Project 2013	272,320		272,320	64,890	131,766		196,656		75,664
Farmington River Design	1,147,300		1,147,300	32,477	183,065		215,542		931,758
Wolcott Pump Station	1,378,500		1,378,500	994,314			994,314		384,186
Longview SCADA Control and Pump Upgrade	65,000		65,000	35,278			35,278		29,722
Sewer Main Extensions*	156,000		156,000	14,853	8,181		23,034		132,966
Inline Grinder and Screen Replacement*	260,000		260,000	237,024			237,024		22,976
Sewer Main Extensions	371,000		371,000				-		371,000
Inline Grinder and Screen Replacement*	260,000		260,000	234,600			234,600		25,400
Hopmeadow/Center Area Sewer repairs	135,000		135,000				-		135,000
West Mtn. Road Area Sewer Interceptor - Design	50,000		50,000	11,834			11,834		38,166
Portable Generator	80,000		80,000	28,100	7,713		35,813		44,187
Portable Six (6) Inch Dri-Prime Pump	72,000		72,000	61,093			61,093		10,907
Sewer Main Extensions/Repairs - Massaco St		104,000	104,000				-		104,000
Hopmeadow/Center Area Sewer Repairs		100,000	100,000				-		100,000
Skidsteer Track Loader with Brush Cutter		83,103	83,103		76,784		76,784		6,319
Oxidation Ditch Dissolved Oxygen Control		27,000	27,000		16,120		16,120		10,880
Storage Building		65,000	65,000				-		65,000
Town projects:									
Library Expansion 5/06	6,100,000		6,100,000	6,099,439			6,099,439		561
Gertsen Land Purchase 5/08	723,329		723,329	722,035			722,035		1,294
Triangle Land Purchase 5/08	2,823,976		2,823,976	2,809,927			2,809,927		14,049
Streetscape 10/167 5/08	326,800		326,800	325,493			325,493		1,307
Eno Hall Improvements 5/08	1,027,894	4,657	1,032,551	1,032,551			1,032,551		-
Water Extensions 5/08	170,000		170,000	161,115			161,115		8,885
Tunxis Pump Station 5/10	670,000		670,000	612,762			612,762		57,238
Paving Management 5/10	2,400,000		2,400,000	2,374,863			2,374,863		25,137
Simsbury Farms Renovations	3,074,810	6,614	3,081,424	3,081,424			3,081,424		-
Police Dispatch Console	185,000		185,000	184,721			184,721		279
Emergency Mgmt Generators	363,213		363,213	339,676			339,676		23,537
Ethel Walker PHII	2,050,000		2,050,000	2,037,064			2,037,064		12,936
West ST/Owens Brook/Greenway	358,000		358,000	343,061			343,061		14,939
DPW Truck Wash	257,400		257,400	58,360	199,040		257,400		-
Town Hall Flat Roof Replacement	252,401		252,401	204,679			204,679		47,722
Center Area Charrette Infrastructure*	540,000		540,000	12,498	238,444	8,250	259,192		280,808
Senior/Community Center Design	204,000		204,000	63,911	41,403		105,314		98,686
Town office renovation	107,120		107,120	72,890		4,502	77,392		29,728
Town Teledata	125,000		125,000	104,199	3,195		107,394		17,606

TOWN OF SIMSBURY, CONNECTICUT
CAPITAL PROJECT FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2017

	Appropriations			Expenditures				Encumbrances June 30, 2017	Uncommitted Balance June 30, 2017
	Balance June 30, 2016	Current Year	Balance June 30, 2017	Balance June 30, 2016	Current Year	Payments on Prior Year Encumbrances	Balance June 30, 2017		
Eno Hall Roof Repair	\$ 117,670	\$	\$ 117,670	\$ 111,968	\$	\$	111,968	\$	\$ 5,702
Ethel Walker Parcel C*	1,168,049		1,168,049	1,125,736			1,125,736		42,313
Multi Use Trail Connections/Master Plan Updates	212,000		212,000	72,892	3,887		76,779		135,221
SF Golf Course Improvements	125,000		125,000	84,971	9,000		93,971		31,029
Bridge Improvements (Design-FY15)	115,000		115,000				-		115,000
Highway Pavement Management*	2,500,000	4,575	2,504,575	2,504,575			2,504,575		-
Technology Infrastructure	600,000		600,000	414,656	31,687		446,343		153,657
Alternative Energy Efficiency Projects	103,000		103,000	40,807	62,193		103,000		-
Open Space - Betty Hudson Property	274,000		274,000	235,366	4,438		239,804		34,196
SF Rink/Pool Improvements	1,100,000		1,100,000	162,729	876,459		1,039,188		60,812
Park Improvements	508,000		508,000	187,487	263,099		450,586		57,414
Open Space Planning and Improvements	145,000		145,000	5,147	23,510		28,657		116,343
Weatogue Planning Route 10 and Code Prep	57,000		57,000				-		57,000
Salt Shed Replacement	375,000		375,000	372,333	2,667		375,000		-
Municipal Building Renovations	50,000		50,000				-		50,000
Dam Evaluations and Repairs	30,000		30,000	5,419	24,064		29,483		517
Public Works Complex Infrastructure Improvements	280,000		280,000	62,441	215,263		277,704		2,296
Town Hall Site and Safety Improvements	45,000		45,000				-		45,000
Portable Generator / Generator Infrastructure	80,000		80,000	29,705	18,612		48,317		31,683
Project Planning Fund	28,000		28,000	9,800			9,800		18,200
Various Drainage Improvements	175,000		175,000	65,893	11,520		77,413		97,587
Veterans Memorial (STEAP Grant)	150,000	300,000	450,000	12,185	392,356		404,541		45,459
Multi-Use Connections & Master Plan Updates		1,160,000	1,160,000				-		1,160,000
SF Golf Course Improvements		125,000	125,000		83,402		83,402		41,598
Greenway Improvements		240,000	240,000		183,135		183,135	2,525	54,340
Open Space Planning Improvements		400,000	400,000				-		400,000
Street Lighting Purchase / Lighting Improvements		865,000	865,000		659,723		659,723		205,277
Highway Pavement Management		2,500,000	2,500,000		1,373,903		1,373,903		1,126,097
Dam Evaluations and Repairs		145,000	145,000				-		145,000
Public Works Complex Infrastructure Improvements		450,000	450,000		180,993		180,993		269,007
Town Hall Site and Safety Improvements		385,000	385,000				-		385,000
Plan of Conservation & Development		130,000	130,000		76,080		76,080		53,920
Portable Generator Infrastructure		175,000	175,000		7,754		7,754		167,246
Window Replacement		44,000	44,000		8,228		8,228	1,772	34,000
Land Use Studies		92,500	92,500				-		92,500
Park Improvements		30,000	30,000		30,000		30,000		-
Athletic Field Improvements		30,000	30,000		30,000		30,000		-
Energy Efficiency Financing Buyout		92,753	92,753		92,753		92,753		-

**TOWN OF SIMSBURY, CONNECTICUT
CAPITAL PROJECT FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2017**

	Appropriations			Expenditures				Encumbrances June 30, 2017	Uncommitted Balance June 30, 2017
	Balance June 30, 2016	Current Year	Balance June 30, 2017	Balance June 30, 2016	Current Year	Payments on Prior Year Encumbrances	Balance June 30, 2017		
Education projects:									
Simsbury High School Addition & Alteration 5/02	\$ 43,178,567	\$	\$ 43,178,567	\$ 36,218,938	\$	\$	\$ 36,218,938	\$	\$ 6,959,629
Computer technology improv 5/06	450,000		450,000	440,336			440,336		9,664
Tariffville expansion project 5/06	6,209,949		6,209,949	6,199,924			6,199,924		10,025
HVAC Boiler replacement 5/08	700,000		700,000	633,174			633,174		66,826
Tootin Hills roof replacement	1,257,500		1,257,500	1,032,723			1,032,723		224,777
Squadron Line generator 5/09	150,000		150,000	117,012			117,012		32,988
Latimer Lane roof replacement 5/10	1,277,500		1,277,500	1,176,996			1,176,996		100,504
District Network Infrastructure 5/10	451,327		451,327	449,756			449,756		1,571
District Network Infrastructure 5/12	1,800,000		1,800,000	1,367,319	423,783		1,791,102		8,898
Boiler Replacement Squadron Line	850,000		850,000	229,036	455,709		684,745	2,591	162,664
District Network Infrastructure	150,000		150,000	138,549	11,451		150,000		-
HJMS Phase 1A	1,205,000		1,205,000	1,112,283	56,017		1,168,300		36,700
SHS Turf Field/Synthetic Track	910,000		910,000	226,646	597,999	5,670	830,315		79,685
Squadron Line Main Office Project*	900,000		900,000	857,705	9,895		867,600		32,400
District Network Infrastructure	200,000		200,000	144,019	55,645		199,664	2,520	(2,184)
Climate Control (Phase 1 - 7 buildings)	2,150,000	950,000	3,100,000	102,922	460,841	25,683	589,446	541	2,510,013
Central School Roof Replacement	770,000		770,000	252,599	368,005		620,604		149,396
District Network Infrastructure		450,000	450,000		170,889		170,889	52,344	226,767
HJMS Renovation - Phase 2		1,950,000	1,950,000		363,624	5,000	368,624	50,020	1,531,356
Totals	\$ 97,373,625	\$ 10,909,202	\$ 108,282,827	\$ 78,886,390	\$ 8,631,481	\$ 49,105	\$ 87,566,976	\$ 112,313	\$ 20,603,538

**TOWN OF SIMSBURY, CONNECTICUT
CAPITAL AND NONRECURRING EXPENDITURES FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS
FOR THE YEAR ENDED JUNE 30, 2017**

	Appropriations			Expenditures			Current Year Encumbrances	Designated for Specific Projects June 30, 2017
	Balance July 1, 2016	Current Year	Balance June 30, 2017	Balance July 1, 2016	Current Year	Balance June 30, 2017		
Town Security Measures - 2013	\$ 103,428	\$	\$ 103,428	\$ 90,683	\$	\$ 90,683	\$	\$ 12,745
School Security Measures - 2013	168,709		168,709	116,537		116,537		52,172
Computer Equipment	13,000		13,000	13,000		13,000		-
FY13 Eng Transportation Facility Improv.	387,000		387,000	16,557	26,255	42,812		344,188
Computer Software	19,000		19,000	15,730	3,270	19,000		-
Computer Equipment	10,000		10,000	4,875	4,978	9,853		147
Technical & Program Equipment	34,741		34,741	31,741	3,000	34,741		-
Computer Software	45,000		45,000	27,036	17,964	45,000		-
Boilers/HVAC	7,546		7,546	5,077		5,077		2,469
Modifications - HVAC	60,000		60,000	65,773		65,773		(5,773)
Trailer	8,500		8,500	8,422		8,422		78
Bldg Renovations - Exterior	10,000		10,000	7,319		7,319		2,681
Pick Up Truck	32,500		32,500	32,340		32,340		160
Parks Improvements	9,609		9,609	10,560		10,560		(951)
Machinery & Equipment	2,546		2,546	3,456		3,456		(910)
Renovations - Interior	162,500		162,500	157,089		157,089		5,411
Ceiling/Floor Replacement	56,000		56,000	55,930		55,930		70
Assessor Revaluation	541,500		541,500	536,961	38,048	575,009		(33,509)
Police vehicles	87,000		87,000	87,000		87,000		-
Technical & Program Equipment	2,800		2,800	3,740		3,740		(940)
Machinery & Equipment	14,500		14,500	16,788	1,219	18,007		(3,507)
Trucks	140,000		140,000	144,070		144,070		(4,070)
Road Improvements	155,184		155,184	155,184		155,184		-
Machinery & Equipment	5,250		5,250	5,250		5,250		-
Machinery & Equipment	88,000		88,000	94,302		94,302		(6,302)
Machinery & Equipment	75,000		75,000	74,999	1	75,000		-
Machinery & Equipment	3,700		3,700	3,938		3,938		(238)
Renovations-Interior	132,500		132,500	132,600		132,600		(100)
Bldg Renovations-Exterior	66,000		66,000	46,451	19,549	66,000		-
Modifications-Plumbing	23,000		23,000	15,960		15,960		7,040
Ceiling/Floor Replacement	46,000		46,000	46,000		46,000		-
Trucks	32,000		32,000	32,000		32,000		-
School Buses	174,000		174,000	174,000		174,000		-
School Equip/Instruct/Non	97,000		97,000	47,257	46,140	93,397		3,603
Computer Software	34,000		34,000	18,756	13,228	31,984		2,016
Police vehicles	87,000		87,000	87,000		87,000		-
Seasonal	-		-	950	2,155	3,105		(3,105)
Social Security/FICA	-		-	73	165	238		(238)
Machinery & Equipment	40,000		40,000		16,579	16,579		23,421
Trucks	226,500		226,500	226,500	1,400	227,900		(1,400)

TOWN OF SIMSBURY, CONNECTICUT
CAPITAL AND NONRECURRING EXPENDITURES FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2017

	Appropriations			Expenditures			Current Year Encumbrances	Designated for Specific Projects June 30, 2017
	Balance July 1, 2016	Current Year	Balance June 30, 2017	Balance July 1, 2016	Current Year	Balance June 30, 2017		
Street Signs	\$ 30,000	\$	\$ 30,000	\$ 30,338	\$	\$ 30,338	\$	\$ (338)
Road Improvements	154,713		154,713	156,663		156,663		(1,950)
Trucks	26,300		26,300	17,582	4,919	22,501		3,799
Machinery & Equipment	56,000		56,000	55,625		55,625		375
Renovations - Interior	87,500		87,500		73,594	73,594		13,906
Building Renovations - Exterior	38,000		38,000		38,000	38,000		-
Modifications - Plumbing	31,000		31,000		24,645	24,645		6,355
Ceiling/Floor Replacement	75,000		75,000	45,389	29,611	75,000		-
School Buses	303,000		303,000	69,294	233,706	303,000		-
School Equip/Instruct/Non	36,000		36,000		36,000	36,000		-
Police Vehicles		87,000	87,000		87,000	87,000		-
Communications Equipment		20,000	20,000		17,848	17,848		2,152
Technical and Program Equipment		8,000	8,000		7,227	7,227		773
Small Mower		13,000	13,000		9,900	9,900	3,100	-
Pick-up Truck		32,000	32,000			-	32,000	-
Trucks		181,500	181,500		180,754	180,754		746
Road Improvements		157,504	157,504		157,504	157,504		-
Renovations - Interior		70,000	70,000		16,110	16,110		53,890
Building Renovations - Exterior		98,000	98,000		31,595	31,595		66,405
Modifications - Plumbing		25,000	25,000			-		25,000
Ceiling/Floor Replacement		80,000	80,000		5,467	5,467		74,533
School Buses		362,000	362,000		206,227	206,227		155,773
Totals	\$ 4,038,526	\$ 1,134,004	\$ 5,172,530	\$ 2,986,795	\$ 1,354,058	\$ 4,340,853	\$ 35,100	\$ 796,577

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for proceeds of several revenue sources that are legally restricted to expenditures for specific purposes. The Town's special revenue funds are:

Residential Rental Properties - to account for rental revenues and the maintenance and capital expenditures in maintaining the Town owned residential properties.

Simsbury Farms Fund - to account for user revenues associated with the Simsbury Farms Recreation Facility and the associated expenditures.

General Government Program Fund - includes the following programs:

- **Preservation of Historic Documents** - to account for, in the Town Clerk's office, additional revenues collected, grant revenues received and expenditures to preserve land records pursuant to Public Act No. 00-146.
- **LOCIP** - to account for document fees collected by Town Clerk's office to be used for expenditures that qualify under the State Local Capital Improvement (LOCIP) grants.
- **Preserve America** - to account for funds received from Federal Preserve America Program, State of Connecticut, Commission on Culture & Tourism and Simsbury Main Street Partnership. Expenditures will be made to pay for program activities associated with Preserve America Marketing Grant.
- **Ellsworth Fund** - to be used for the beautification of the main streets of the Town of Simsbury, particularly Hopmeadow Street and/or expenses relating to the Planning Commission.

Public Safety Program Fund - includes the following programs:

- **Narcotics Task Force** - to account for state grants for narcotic enforcement.
- **Police Dare Program** - to account for state grants for narcotic education.
- **Local Law Enforcement Block Grant** - to account for local law enforcement block grant from the State of Connecticut Office of Policy and Management and the United States Department of Justice. Expenditures are for public safety equipment not otherwise budgeted for in the public safety operating budget.
- **Police Vehicles** - to account for revenues associated with the sale of police vehicles and funding from the General Fund budget to be used for the purchase of new police vehicles.
- **Police Special Duty** - to account for revenues and expenditures for police officers special duty for outside organizations.
- **DUI Enforcement** - to account for revenues and expenditures for DUI check points funded by a DUI enforcement grant passed through the Connecticut Department of Transportation.

Planning & Development Program Fund - to account for all financial resources of the community development block grant, the greenway project, the Simsbury meadow bandshell, the small cities community development block grant, the plan of conservation & development and the town center.

Facilities Management Program Fund - includes the following programs:

- **Town Aid Fund** - to account for state town aid road grants and related expenses to town roads.
- **Eno Memorial Hall** - to account for the revenue from the settlement of the Kenessat painting and the expenditures for capital improvements and maintenance for the Eno Memorial Hall building.
- **Antoinette Eno Wood** - to account for the distribution of Trust's interest income to the Town and expenses related in maintaining Eno Memorial Hall. Interest income is earned on assets with a fair value of \$702,878 as of June 30, 2014. The assets are held in a separate trust and are not in the Town's name.
- **Horace Belden Income** - to account for the distribution of Trust's interest income to the Town and expenses related in maintaining town roads. Interest income is earned on assets with a fair value of \$1,387,456 as of June 30, 2014. The assets are held in a separate trust and are not in the Town's name.
- **Pease Cemetery Trust** - to maintain the Pease and Shaw cemetery lots.
- **Hazard Mitigation** - to account for grants received from the Federal Emergency Management Administration for maintenance and reconstruction to alleviate storm drainage and flooding.

Health & Welfare Program Fund - includes the following programs:

- **Social Workers Contingency** - to account for donations and gifts and associated expenses related for the well-being of town citizens in need of assistance.
- **Expanded Dial-A-Ride** - to account for grant and expenditures related to an expanded dial-a-ride service to the elderly and disabled residents of program.
- **Senior Center** - to account for donations and expenses related to senior center programs.
- **Youth Services** - to account for grant and expenditures related to youth services.
- **Julia Darling Income** - to account for the distribution of Trust's interest income to the Town and expenses related to the well-being of Town citizens in need of assistance. Interest income is earned on assets with a fair value of \$613,587 as of June 30, 2014. The assets are held in a separate trust and are not in the Town's name.
- **Kate Southwell Income** - to account for the distribution of Trust's interest income to the Town and expenses related to the well-being of Town citizens, excluding citizens of Tariffville, in need of assistance. Interest income is earned on assets with a fair value of \$334,333 as of June 30, 2014. The assets are held in a separate trust and are not in the Town's name.
- **Mary Schneider Memorial** - to account for donations to the Town and expenses related to the well-being of Town citizens in need of assistance.

Culture & Recreation Program Fund - includes the following program:

- **Library** - to account for donations, memorial gifts and miscellaneous grants and expenses related to the operations of the library.
- **Dog Park** - to account for donations and expenses related to the operations of the dog park.

Board of Education Program Fund - the primary programs accounted for in this fund are as follows:

- **District Activity Fund** - Created in fiscal 2013-2014 and funded by a generous donation from the Kathleen Magowan Revocable Trust of \$479,715.
- **Farmington Valley Transitional Academy (FVTA)** - a collaborative program, located at the University of Hartford, supported by the Simsbury and Farmington public schools and funded by tuition and fees from other participating districts.
- **Scholarships** - Scholarships and awards for post secondary school education and training, funded by donations, gifts and distributions of trust income.

Cafeteria - to account for the operation of all cafeterias for the public school system.

State and Federal Education Grants - to account for specially financed education programs under grants received from the Federal Government and the State of Connecticut.

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

EXHIBIT B-1

	Special Revenue Funds					
	Residential Rental Properties	Simsbury Farms Fund	General Government Program Fund	Public Safety Program Fund	Planning & Development Program Fund	Facilities Management Program Fund
ASSETS						
Cash and cash equivalents	\$ 263,588	\$ 102,246	\$ 108,311	\$ 373,800	\$ 342,222	\$ 1,185,961
Investments						
Receivables:						
Accounts				27,309	21,739	
Due from other governments						
Due from other funds						
Inventories						
Prepaid expenditures		1,500				
Total Assets	<u>\$ 263,588</u>	<u>\$ 103,746</u>	<u>\$ 108,311</u>	<u>\$ 401,109</u>	<u>\$ 363,961</u>	<u>\$ 1,185,961</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 3,717	\$ 73,067	\$ 1,125	\$	\$	\$
Due to other funds						111,968
Due to other governments						
Unearned revenue						
Total liabilities	<u>3,717</u>	<u>73,067</u>	<u>1,125</u>	<u>-</u>	<u>-</u>	<u>111,968</u>
Deferred inflows of resources:						
Unavailable revenue - loans receivable					21,739	
Fund balances:						
Nonspendable		1,500				
Restricted						876,157
Committed	<u>259,871</u>	<u>29,179</u>	<u>107,186</u>	<u>401,109</u>	<u>342,222</u>	<u>197,836</u>
Total fund balances	<u>259,871</u>	<u>30,679</u>	<u>107,186</u>	<u>401,109</u>	<u>342,222</u>	<u>1,073,993</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 263,588</u>	<u>\$ 103,746</u>	<u>\$ 108,311</u>	<u>\$ 401,109</u>	<u>\$ 363,961</u>	<u>\$ 1,185,961</u>

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

EXHIBIT B-1

	Special Revenue Funds						
	Health & Welfare Program Fund	Culture & Recreation Program Fund	Board of Education Program Fund	Cafeteria	State and Federal Education Grants	Interfund Eliminations	Total Nonmajor Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 262,496	\$ 79,089	\$ 81,041	\$ 181,377	\$	\$	\$ 2,980,131
Investments			851,927				851,927
Receivables:							
Accounts		1,300	2,881	186			53,415
Due from other governments	17,026		151,584	43,503	48,738		260,851
Due from other funds			26,805			(2,129)	24,676
Inventories				24,121			24,121
Prepaid expenditures							1,500
Total Assets	<u>\$ 279,522</u>	<u>\$ 80,389</u>	<u>\$ 1,114,238</u>	<u>\$ 249,187</u>	<u>\$ 48,738</u>	<u>\$ (2,129)</u>	<u>\$ 4,196,621</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 8,538	\$ 3,386	\$ 17,230	\$ 92,236	\$ 24,728	\$	\$ 224,027
Due to other funds					2,129	(2,129)	111,968
Due to other governments					1,642		1,642
Unearned revenue					20,239		20,239
Total liabilities	<u>8,538</u>	<u>3,386</u>	<u>17,230</u>	<u>92,236</u>	<u>48,738</u>	<u>(2,129)</u>	<u>357,876</u>
Deferred inflows of resources:							
Unavailable revenue - loans receivable							21,739
Fund balances:							
Nonspendable				24,121			25,621
Restricted	58,393		406,921				1,341,471
Committed	212,591	77,003	690,087	132,830			2,449,914
Total fund balances	<u>270,984</u>	<u>77,003</u>	<u>1,097,008</u>	<u>156,951</u>	<u>-</u>	<u>-</u>	<u>3,817,006</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 279,522</u>	<u>\$ 80,389</u>	<u>\$ 1,114,238</u>	<u>\$ 249,187</u>	<u>\$ 48,738</u>	<u>\$ (2,129)</u>	<u>\$ 4,196,621</u>

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Special Revenue Funds					
	Residential Rental Properties	Simsbury Farms Fund	General Government Program Fund	Public Safety Program Fund	Planning & Development Program Fund	Facilities Management Program Fund
Revenues:						
Property taxes						
Intergovernmental	\$	\$	\$	\$	\$	\$
Charges for goods and services	65,288	1,685,655	8,810	9,183	735,705	418,590
Investment income (loss)			29,521	250,792		
Other			5			9
		26,759		5,359		94,964
Total revenues	<u>65,288</u>	<u>1,712,414</u>	<u>38,336</u>	<u>265,334</u>	<u>735,705</u>	<u>513,563</u>
Expenditures:						
Current operating:						
General government			33,562			
Planning and development					735,705	
Public safety				227,832		
Facility management	23,100					48,845
Culture and recreation		1,887,972				
Health and welfare						
Education						
Capital outlay		48,551		4,342		544,349
Debt service	8,522					
Total expenditures	<u>31,622</u>	<u>1,936,523</u>	<u>33,562</u>	<u>232,174</u>	<u>735,705</u>	<u>593,194</u>
Excess (Deficiency) of Revenues over Expenditures	<u>33,666</u>	<u>(224,109)</u>	<u>4,774</u>	<u>33,160</u>	<u>-</u>	<u>(79,631)</u>
Other Financing Sources:						
Transfers in		191,758				17,598
Transfers out						(111,968)
Total other financing sources	<u>-</u>	<u>191,758</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(94,370)</u>
Net Change in Fund Balances	33,666	(32,351)	4,774	33,160	-	(174,001)
Fund Balances at Beginning of Year	<u>226,205</u>	<u>63,030</u>	<u>102,412</u>	<u>367,949</u>	<u>342,222</u>	<u>1,247,994</u>
Fund Balances at End of Year	\$ <u>259,871</u>	\$ <u>30,679</u>	\$ <u>107,186</u>	\$ <u>401,109</u>	\$ <u>342,222</u>	\$ <u>1,073,993</u>

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Special Revenue Funds					Total Nonmajor Governmental Funds
	Health & Welfare Program Fund	Culture & Recreation Program Fund	Board of Education Program Fund	Cafeteria	State and Federal Education Grants	
Revenues:						
Property taxes						
Intergovernmental	\$ 54,301	\$ 17,817	\$ 120,670	\$ 352,419	\$ 3,500,308	\$ 5,217,803
Charges for goods and services				817,895		2,849,151
Investment income (loss)			73,284			73,298
Other	163,725	69,953	246,988	1,428		609,176
Total revenues	<u>218,026</u>	<u>87,770</u>	<u>440,942</u>	<u>1,171,742</u>	<u>3,500,308</u>	<u>8,749,428</u>
Expenditures:						
Current operating:						
General government						33,562
Planning and development						735,705
Public safety						227,832
Facility management						71,945
Culture and recreation		121,761				2,009,733
Health and welfare	201,559					201,559
Education			336,881	1,157,609	3,500,308	4,994,798
Capital outlay						597,242
Debt service						8,522
Total expenditures	<u>201,559</u>	<u>121,761</u>	<u>336,881</u>	<u>1,157,609</u>	<u>3,500,308</u>	<u>8,880,898</u>
Excess (Deficiency) of Revenues over Expenditures	<u>16,467</u>	<u>(33,991)</u>	<u>104,061</u>	<u>14,133</u>	<u>-</u>	<u>(131,470)</u>
Other Financing Sources:						
Transfers in		2,000				211,356
Transfers out						(111,968)
Total other financing sources	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>99,388</u>
Net Change in Fund Balances	16,467	(31,991)	104,061	14,133	-	(32,082)
Fund Balances at Beginning of Year	<u>254,517</u>	<u>108,994</u>	<u>992,947</u>	<u>142,818</u>	<u>-</u>	<u>3,849,088</u>
Fund Balances at End of Year	<u>\$ 270,984</u>	<u>\$ 77,003</u>	<u>\$ 1,097,008</u>	<u>\$ 156,951</u>	<u>\$ -</u>	<u>\$ 3,817,006</u>

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Residential Rental Properties				Simsbury Farms Fund			
	Budget		Actual	Variance with Final Budget Positive (Negative)	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Charges for goods and services	\$	\$	\$	\$ -	\$ 1,819,700	\$ 1,819,700	\$ 1,675,119	\$ (144,581)
Rental of town-owned property	42,060	42,060	65,288	23,228	11,000	11,000	29,520	18,520
Local revenue				-			7,775	7,775
Total revenues	<u>42,060</u>	<u>42,060</u>	<u>65,288</u>	<u>23,228</u>	<u>1,830,700</u>	<u>1,830,700</u>	<u>1,712,414</u>	<u>(118,286)</u>
Expenditures:								
Current:								
Facility management	33,538	33,538	23,100	10,438				-
Culture and recreation				-	1,920,665	1,920,665	1,887,972	32,693
Capital outlay				-			48,551	(48,551)
Debt service	8,522	8,522	8,522	-				-
Total expenditures	<u>42,060</u>	<u>42,060</u>	<u>31,622</u>	<u>10,438</u>	<u>1,920,665</u>	<u>1,920,665</u>	<u>1,936,523</u>	<u>(15,858)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>33,666</u>	<u>33,666</u>	<u>(89,965)</u>	<u>(89,965)</u>	<u>(224,109)</u>	<u>(134,144)</u>
Other Financing Sources:								
Transfers from other funds				-	90,000	90,000	191,758	(101,758)
Excess of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>33,666</u>	<u>\$ 33,666</u>	<u>\$ 35</u>	<u>\$ 35</u>	<u>(32,351)</u>	<u>\$ (235,902)</u>
Fund Balances at Beginning of Year			<u>226,205</u>				<u>63,030</u>	
Fund Balances at End of Year			<u>\$ 259,871</u>				<u>\$ 30,679</u>	

Internal Service Funds

PPO/HDHP - This fund is used to account for premiums and claims relating to the self-insurance health coverage for those Town and Board of Education current employees who elected to receive health coverage under the CIGNA PPO (Preferred Provided Option Plan) or the CIGNA HDHP (High Deductible Health Plan). For Town employees, that can include medical/prescription and/or dental coverage. For Board of Education employees, that includes just medical/prescription coverage.

Dental - This fund is used to account for premiums and claims relating to the self-insurance dental coverage for current Board of Education employees only who have elected to receive dental coverage under the MetLife Plan.

HMO - This fund is used to account for premiums and claims relating to the self-insurance health coverage for those Town and Board of Education current employees who elected to receive health coverage under the CIGNA HMO (In Network Only Option) Plan. For Town employees, that can include medical/prescription and/or dental coverage. For Board of Education employees, that includes just medical/prescription coverage.

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2017

	Governmental Activities		
	Internal Service Funds		
	PPO/HDHP/HMO	Dental	Total
Assets:			
Current assets:			
Cash and cash equivalents	\$ 1,381,701	\$ 370,318	\$ 1,752,019
Accounts receivable, net	367		367
Prepaid items	329,000		329,000
Total current assets	<u>1,711,068</u>	<u>370,318</u>	<u>2,081,386</u>
Liabilities:			
Current liabilities:			
Due to other funds	6,351		6,351
Claim incurred but not reported	<u>976,329</u>	<u>59,185</u>	<u>1,035,514</u>
Total liabilities	<u>982,680</u>	<u>59,185</u>	<u>1,041,865</u>
Net Position:			
Unrestricted	<u>\$ 728,388</u>	<u>\$ 311,133</u>	<u>\$ 1,039,521</u>

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	Governmental Activities			
	Internal Service Funds			Total
	PPO/HDHP/HMO	Dental	Elimination	
Operating Revenues:				
Charges for services	\$ 11,220,263	\$ 535,859	\$	\$ 11,756,122
Other operating revenue	632,747			632,747
Total operating revenues	<u>11,853,010</u>	<u>535,859</u>	<u>-</u>	<u>12,388,869</u>
Operating Expenses:				
Claims incurred	12,027,761	444,915		12,472,676
Administration and stop loss insurance fees	911,252	45,730		956,982
Total operating expenses	<u>12,939,013</u>	<u>490,645</u>	<u>-</u>	<u>13,429,658</u>
Operating Income (Loss)	(1,086,003)	45,214	-	(1,040,789)
Transfers In	600,000		(600,000)	-
Transfers Out		(600,000)	600,000	-
Change in Net Position	(486,003)	(554,786)	-	(1,040,789)
Net Position at Beginning of Year	<u>1,214,391</u>	<u>865,919</u>		<u>2,080,310</u>
Net Position at End of Year	<u>\$ 728,388</u>	<u>\$ 311,133</u>	<u>\$ -</u>	<u>\$ 1,039,521</u>

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Governmental Activities		
	Internal Service Funds		
	PPO/HDHP/HMO	Dental	Total
Cash Flows from Operating Activities:			
Receipts from customers and users	\$ 11,853,010	\$ 535,859	\$ 12,388,869
Payments to employees	(12,836,903)	(496,778)	(13,333,681)
Net cash provided by (used in) operating activities	(983,893)	39,081	(944,812)
Cash Flows from Noncapital Financing Activities:			
Payments from (to) other funds	606,351	(600,000)	6,351
Net Increase (Decrease) in Cash and Cash Equivalents	(377,542)	(560,919)	(938,461)
Cash and Cash Equivalents at Beginning of Year	1,759,243	931,237	2,690,480
Cash and Cash Equivalents at End of Year	\$ 1,381,701	\$ 370,318	\$ 1,752,019
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating income (loss)	\$ (1,086,003)	\$ 45,214	\$ (1,040,789)
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	194		194
Increase (decrease) in accounts payable	(3,958)		(3,958)
Increase (decrease) in claims payable	105,874	(6,133)	99,741
Total adjustments	102,110	(6,133)	95,977
Net Cash Provided by (Used in) Operating Activities	\$ (983,893)	\$ 39,081	\$ (944,812)

Fiduciary Funds

Fiduciary Fund types are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or others. The Town's Fiduciary Funds are as follows:

Trust Funds:

- ❑ **Pension Trust Fund** - to account for the activities of the Town's defined benefit plans which accumulate resources for pension benefit payments to qualified employees.
- ❑ **Other Post Employment Benefit Trust Fund** - to account for the activities for both Town and Board of Education for other post employment benefits (e.g., health insurance, life insurance) which accumulate resources for other post employment benefit payments to qualified employees.

Agency Funds:

- ❑ **School Activity** - to account for the various student activities and clubs.
- ❑ **Flex Spending** - allows employees to use payroll deductions to fund an individual flex spending account for dependent care or medical expenses. Reimbursements are paid from the account by a third party administrator in accordance with IRS regulations.

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION - TRUST FUNDS
JUNE 30, 2017

	Pension Trust Funds	Other Post Employment Benefit Trust Fund	Total
Assets:			
Cash and cash equivalents	\$ 416,755	\$ 425,370	\$ 842,125
Investments, at fair value:			
Mutual funds	60,200,889	13,764,476	73,965,365
Accounts receivable	<u>76,784</u>		<u>76,784</u>
Total Assets	60,694,428	14,189,846	74,884,274
Liabilities:			
Accounts payable		<u>7,725</u>	<u>7,725</u>
Net Position	\$ <u>60,694,428</u>	\$ <u>14,182,121</u>	\$ <u>74,876,549</u>

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Pension Trust Funds	Other Post Employment Benefit Trust Fund	Total
Additions:			
Contributions:			
Employer	\$ 2,667,133	\$ 1,310,930	\$ 3,978,063
Plan members	883,099	174,237	1,057,336
Total contributions	<u>3,550,232</u>	<u>1,485,167</u>	<u>5,035,399</u>
Investment earnings:			
Net change in fair value of investments	5,603,934	904,959	6,508,893
Interest	<u>1,137,520</u>	<u>305,516</u>	<u>1,443,036</u>
Total investment gain	<u>6,741,454</u>	<u>1,210,475</u>	<u>7,951,929</u>
Less investment expenses:			
Investment management fees	<u>81,079</u>	<u>29,835</u>	<u>110,914</u>
Net investment gain	<u>6,660,375</u>	<u>1,180,640</u>	<u>7,841,015</u>
Total additions	<u>10,210,607</u>	<u>2,665,807</u>	<u>12,876,414</u>
Deductions:			
Benefits	3,812,456	1,228,579	5,041,035
Administrative expense	<u>96,936</u>		<u>96,936</u>
Total deductions	<u>3,909,392</u>	<u>1,228,579</u>	<u>5,137,971</u>
Net Change in Net Position	6,301,215	1,437,228	7,738,443
Net Position at Beginning of Year	<u>54,393,213</u>	<u>12,744,893</u>	<u>67,138,106</u>
Net Position at End of Year	<u>\$ 60,694,428</u>	<u>\$ 14,182,121</u>	<u>\$ 74,876,549</u>

**TOWN OF SIMSBURY, CONNECTICUT
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2017</u>
School Activity Fund				
Assets:				
Cash and short-term investments	\$ <u>930,920</u>	\$ <u>2,985,630</u>	\$ <u>2,903,015</u>	\$ <u>1,013,535</u>
Liabilities:				
Due to student groups	\$ 882,422	\$ 2,985,630	\$ 2,879,193	\$ 988,859
Due to other funds	<u>48,498</u>		<u>23,822</u>	<u>24,676</u>
Total Liabilities	\$ <u>930,920</u>	\$ <u>2,985,630</u>	\$ <u>2,903,015</u>	\$ <u>1,013,535</u>
Flex Spending Fund				
Assets:				
Cash and short-term investments	\$ <u>38,873</u>	\$ <u>128,584</u>	\$ <u>126,280</u>	\$ <u>41,177</u>
Liabilities:				
Due to employees	\$ <u>38,873</u>	\$ <u>128,584</u>	\$ <u>126,280</u>	\$ <u>41,177</u>
Total				
Assets:				
Cash and short-term investments	\$ <u>969,793</u>	\$ <u>3,114,214</u>	\$ <u>3,029,295</u>	\$ <u>1,054,712</u>
Liabilities:				
Due to student groups and others	\$ 921,295	\$ 3,114,214	\$ 3,005,473	\$ 1,030,036
Due to other funds	<u>48,498</u>		<u>23,822</u>	<u>24,676</u>
Total Liabilities	\$ <u>969,793</u>	\$ <u>3,114,214</u>	\$ <u>3,029,295</u>	\$ <u>1,054,712</u>

Other Schedules

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2017

Grand List Year	Balance July 1, 2016	Current Levy	Lawful Corrections		Transfers to Suspense	Adjusted Taxes	Collections	Interest	Liens	Other Fees	Balance June 30, 2017	
			Additions	Deductions								
2015	\$	\$ 84,554,861	\$ 1,168,826	\$ 241,594	\$	\$ 85,482,093	\$ 85,007,777	\$ 133,604	\$ 576	\$ 9,075	\$ 474,316	
2014		449,148	6,359	10,888	53,542	391,077	219,243	45,573	792	17,435	171,834	
2013		158,518	12,934	694		170,758	56,426	18,372	288	6,809	114,332	
2012		116,267	4,990	912		120,345	27,594	13,541	120	635	92,751	
2011		71,855	1,006			72,861	9,033	7,288	72	225	63,828	
2010		46,772	407			47,179	3,839	3,867	24	121	43,340	
2009		18,985	164			19,149	3,553	4,305	24	5	15,596	
2008		17,123	244	113		17,254	4,240	5,911	24	58	13,014	
2007		16,334	1,734	138		17,930	6,625	11,218	24	269	11,305	
2006		10,966	790			11,756	3,904	6,442	24	315	7,852	
2005		7,871	329	94		8,106	897	855	24	152	7,209	
2004		2,881	405			3,286	405	288		51	2,881	
2003		2,783	289			3,072	289	661		33	2,783	
2002		3,038	66			3,104	66	151		43	3,038	
2001 and prior		3,683	291	1,772		2,202	291	732		31	1,911	
	\$	926,224	\$ 84,554,861	\$ 1,198,834	\$ 256,205	\$ 53,542	\$ 86,370,172	\$ 85,344,182	\$ 252,808	\$ 1,992	\$ 35,257	\$ 1,025,990

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN SEWER USER CHARGES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2017

Grand List Year	Balance July 1, 2016	Current Year Charges	Adjustments	Collections	Balance June 30, 2017
2016	\$	\$ 2,166,062	\$ 370,345	\$ 2,521,121	\$ 15,286
2015	23,190			16,456	6,734
2014	5,167			2,246	2,921
2013	1,811			468	1,343
2012	1,005				1,005
2011	975				975
2010	640				640
2009	640				640
2008	640				640
2007	620				620
2006	580				580
2005	400				400
2004	400				400
2003	400				400
2002 & prior	856		(238)		618
Totals	\$ <u>37,324</u>	\$ <u>2,166,062</u>	\$ <u>370,107</u>	\$ <u>2,540,291</u>	\$ <u>33,202</u>

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN SEWER ASSESSMENT RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2017**

Phases	Balance July 1, 2016	Additions	Principal	Interest	Lien Fees	Balance June 30, 2017
II	\$ 24,073	\$	\$	\$	\$	\$ 24,073
III	29,964		6,416	773		23,548
V	3,323					3,323
VI	2,938					2,938
VIII	5,613		5,613			-
IX	31,345		5,556	267	48	25,789
X	40,190		4,230	476		35,960
XI	43,700		2,315	277		41,385
XII	287,536		35,942	4,802		251,594
XIV		588,333	526,522	6,319	24	61,811
	<u>\$ 468,682</u>	<u>\$ 588,333</u>	<u>\$ 586,594</u>	<u>\$ 12,914</u>	<u>\$ 72</u>	<u>\$ 470,421</u>

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
FOR THE YEAR ENDED JUNE 30, 2017**

Revenue from taxation for the year ended June 30, 2017:

Taxes	\$ 85,344,182
Interest and lien fees	<u>254,800</u>
Total	85,598,982
Reimbursed for:	
Tax relief for elderly	<u>64,492</u>
Base	\$ <u><u>85,663,474</u></u>

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>
Debt limitation:				
2-1/4 times base	\$ 192,742,817	\$	\$	\$
4-1/2 times base		385,485,633		
3-3/4 times base			321,238,028	
3-1/4 times base				278,406,291
Total debt limitation	<u>192,742,817</u>	<u>385,485,633</u>	<u>321,238,028</u>	<u>278,406,291</u>
Indebtedness:				
Bonds and loans payable	18,027,955	6,707,171	11,716,683	
Bonds authorized and unissued	<u>6,703,079</u>	<u>3,090,833</u>		
Total indebtedness	<u>24,731,034</u>	<u>9,798,004</u>	<u>11,716,683</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	\$ <u><u>168,011,783</u></u>	\$ <u><u>375,687,629</u></u>	\$ <u><u>309,521,345</u></u>	\$ <u><u>278,406,291</u></u>
Total capacity of borrowing (7 times base)		\$ 599,644,318		
Total present indebtedness		<u>46,245,721</u>		
Margin for Additional Borrowing		\$ <u><u>553,398,597</u></u>		

Statistical Section

This part of the Town of Simsbury, Connecticut's comprehensive annual report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

Contents	Page
Financial Trends	106-109
These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.	
Revenue Capacity	110-112
These schedules contain information to help the reader assess the Town's most significant local revenue source, property taxes	
Debt Capacity	113-115
These schedules present information to help the reader assess the afford- ability of the Town's current level of outstanding debt and the Town's ability to issue additional debt in the future.	
Demographic and Economic Information	116-117
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	
Operating Information	118-120
These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.	

TABLE 1

TOWN OF SIMSBURY, CONNECTICUT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities:										
Net investment in capital assets	\$ 71,428,484	\$ 79,465,301	\$ 83,683,437	\$ 85,759,693	\$ 93,769,918	\$ 93,069,141	\$ 97,320,295	\$ 100,313,724	\$ 103,429,189	\$ 98,938,703
Unrestricted	<u>18,748,699</u>	<u>20,119,401</u>	<u>22,700,437</u>	<u>24,577,560</u>	<u>28,322,298</u>	<u>36,628,027</u>	<u>21,526,646</u>	<u>20,323,545</u>	<u>19,400,044</u>	<u>20,921,393</u>
Total Governmental Activities Net Position	<u>\$ 90,177,183</u>	<u>\$ 99,584,702</u>	<u>\$ 106,383,874</u>	<u>\$ 110,337,253</u>	<u>\$ 122,092,216</u>	<u>\$ 129,697,168</u>	<u>\$ 118,846,941</u>	<u>\$ 120,637,269</u>	<u>\$ 122,829,233</u>	<u>\$ 119,860,096</u>

* Restated for GASB 68

**TOWN OF SIMSBURY, CONNECTICUT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)**

	FISCAL YEAR									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses:										
Governmental activities:										
General government	\$ 3,292,873	\$ 3,062,056	\$ 2,842,450	\$ 2,497,684	\$ 6,305,823	\$ 2,343,479	\$ 2,205,896	\$ 1,977,419	\$ 2,786,959	\$ 2,851,855
Planning and development	1,384,238	1,843,702	1,552,148	1,793,475	1,079,098	960,662	596,042	1,173,028	617,505	1,363,689
Public safety	6,057,274	6,046,297	6,191,312	6,339,007	5,891,335	5,492,049	5,007,354	5,887,147	5,437,865	5,458,475
Facility management	7,755,390	8,081,543	8,254,369	8,687,612	8,719,270	8,934,586	8,266,613	9,017,445	10,847,069	13,455,187
Culture and recreation	4,911,460	5,018,286	5,163,162	8,306,430	5,309,507	5,203,432	5,137,622	5,150,210	5,204,380	5,696,882
Health and welfare	756,733	868,396	887,619	857,664	846,075	864,456	868,466	919,341	915,881	899,974
Board of Education	86,929,937	68,363,256	72,654,089	71,194,609	76,276,064	77,356,625	84,666,310	83,402,825	84,996,362	92,918,242
Debit service interest	1,944,234	1,722,911	1,525,754	1,514,343	1,212,643	1,199,014	1,019,312	797,900	645,311	854,362
Total Governmental Activities Expenses	113,032,139	95,006,447	99,070,903	101,190,824	105,639,815	102,354,303	107,767,615	108,325,315	111,451,332	123,498,666
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	1,525,815	688,041	809,490	958,295	805,502	799,556	760,330	762,490	882,767	904,172
Planning and development	436,580	369,448	421,092	131,545	171,782	146,655	169,606	19,617	739,107	2,202
Public safety	300,355	264,779	366,510	321,284	279,202	278,247	311,044	254,006	276,530	312,583
Facility management	3,344,116	3,566,041	3,317,857	2,938,812	3,091,335	3,427,181	3,452,650	3,369,838	4,096,938	3,557,914
Culture and recreation	1,944,369	2,033,644	2,062,964	1,783,573	1,771,554	1,710,717	1,748,704	1,797,383	1,907,459	1,733,275
Health and welfare	101,749	182,981	172,778	16,366	19,691	14,335	8,675	2,320	2,876	1,464
Board of Education	23,489,202	5,835,826	1,536,343	1,558,283	1,477,515	1,263,693	1,139,274	1,160,212	869,848	878,295
Operating grants and contributions:										
General government	76,087	747,425	300,352	21,500	120,009	1,075,530	334,574	215,448	213,374	1,023,774
Planning and development	84,894	259,341	79,055		2,116,232	282,497	110,020	135,176	361,630	898,406
Public safety	25,604	1,621	128,765	98,309	29,856	31,083	12,173	34,435	29,229	54,129
Facility management	193,037	1,439,409	694,959	769,341	3,016,919	262,172	193,969	226,135	212,271	250,021
Culture and recreation	10,000			47,358	189,748	74,989	624,762	135,523	108,773	178,219
Health and welfare	53,304	53,504	50,367	229,442	189,658	248,981	237,750	209,240	236,228	204,394
Board of Education	8,147,441	8,413,878	14,331,851	14,171,150	15,801,559	16,125,579	17,681,269	15,783,990	17,177,726	22,786,889
Capital grants and contributions:										
General government			287,080							
Planning and development		1,120,342	1,027,750							350,000
Facility management	251,285		414,127		341,709	499,380	541,351	888,334	767,121	383,902
Culture and recreation	250,000	289,664	280,797	330,514		691,666				
Health and welfare			40,000	1,024,843						
Board of Education	98,958	1,169,220	626,844		958,286	451,140		64,872	17,128	72,604
Total Governmental Activities Revenues	40,332,796	26,435,164	26,948,981	24,400,615	30,380,557	27,383,401	27,326,151	25,059,019	27,899,005	33,592,243
Total Governmental Activities Net Expense	(72,699,343)	(68,571,283)	(72,121,922)	(76,790,209)	(75,259,258)	(74,970,902)	(80,441,464)	(83,266,296)	(83,552,327)	(89,906,423)
General Revenues and Other:										
Changes in Net Position:										
Governmental activities:										
Property taxes	75,343,007	77,301,151	78,380,041	79,637,302	80,468,335	81,741,250	83,574,205	84,031,217	84,703,120	85,768,365
Grants and contributions not restricted to specific programs	411,508	396,487	396,805	491,076	332,042	315,020	333,164	307,788	197,363	195,890
Unrestricted investment earnings	1,260,912	281,164	144,248	215,881	120,712	54,591	71,233	(22,010)	336,375	120,444
Other general revenues, net				399,329	409,960	464,993	957,675	739,629	507,433	852,587
Total Primary Government	77,015,427	77,978,802	78,921,094	80,743,588	81,331,049	82,575,854	84,936,277	85,056,624	85,744,291	86,937,286
Change in Net Position:										
Total Governmental Activities	\$ 4,316,084	\$ 9,407,519	\$ 6,799,172	\$ 3,953,379	\$ 6,071,791	\$ 7,604,952	\$ 4,494,813	\$ 1,790,328	\$ 2,191,964	\$ (2,969,137)

TABLE 3

TOWN OF SIMSBURY, CONNECTICUT
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund:										
Nonspendable	\$	\$	\$	\$	\$	\$ 19,665	\$	\$	\$	\$ 14,663
Restricted	65,000	248,601	161,737	3,765	121,950	365,516	2,368			
Committed			290,000	324,311	267,341	400,120		639,000	427,598	385,000
Assigned	534,507	215,567	120,965	351,346	510,907	374,590	21,309	183,461	1,787,133	1,542,894
Unassigned	<u>7,644,660</u>	<u>8,000,965</u>	<u>8,679,564</u>	<u>9,577,204</u>	<u>9,696,310</u>	<u>10,840,687</u>	<u>11,611,521</u>	<u>11,870,091</u>	<u>11,247,572</u>	<u>12,272,378</u>
Total General Fund	<u>\$ 8,244,167</u>	<u>\$ 8,465,133</u>	<u>\$ 9,252,266</u>	<u>\$ 10,256,626</u>	<u>\$ 10,596,508</u>	<u>\$ 12,000,578</u>	<u>\$ 11,635,198</u>	<u>\$ 12,692,552</u>	<u>\$ 13,462,303</u>	<u>\$ 14,214,935</u>
All other governmental funds:										
Nonspendable	\$ 39,161	\$ 31,522	\$ 42,047	\$ 34,420	\$ 39,195	\$ 55,708	\$ 37,169	\$ 26,056	\$ 30,304	\$ 26,621
Restricted	622,116	841,806	998,223	1,009,517	1,256,034	1,387,975	1,724,023	1,454,961	1,599,957	1,341,471
Committed	65,000	248,601		2,234,192	8,012,674	11,181,861	10,317,052	12,701,558	10,145,328	14,923,557
Assigned	11,890,418	8,791,641	10,238,407	11,328,104	5,329,235					
Unassigned	<u></u>	<u>(175,476)</u>	<u></u>	<u></u>	<u>(5,539,929)</u>	<u>(255,602)</u>	<u></u>	<u></u>	<u>(705,063)</u>	<u></u>
Total All Other Governmental Funds	<u>\$ 12,616,695</u>	<u>\$ 9,738,094</u>	<u>\$ 11,278,677</u>	<u>\$ 14,606,233</u>	<u>\$ 9,097,209</u>	<u>\$ 12,369,942</u>	<u>\$ 12,078,244</u>	<u>\$ 14,182,575</u>	<u>\$ 11,070,526</u>	<u>\$ 16,291,649</u>

TABLE 4

**TOWN OF SIMSBURY, CONNECTICUT
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - GOVERNMENTAL FUNDS
LAST TEN YEARS
(Accrual Basis of Accounting)**

	FISCAL YEAR									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues:										
Property taxes	\$ 75,062,589	\$ 77,284,675	\$ 78,212,280	\$ 79,548,406	\$ 80,548,378	\$ 81,850,788	\$ 83,460,141	\$ 83,958,850	\$ 84,535,118	\$ 85,638,921
Intergovernmental	31,385,988	18,695,408	18,417,973	15,798,207	23,037,449	19,910,015	19,289,241	17,879,660	19,293,730	26,100,771
Investment income (loss)	1,260,912	281,164	119,737	215,881	120,712	54,591	71,233	(22,010)	333,675	119,016
Charges for goods and services	4,100,337	3,854,100	4,458,581	4,345,779	4,165,901	3,970,212	3,826,011	3,766,179	3,738,193	3,637,248
Licenses and permits	468,128	363,346	425,563	279,740	527,210	546,348	708,824	675,091	1,175,709	459,719
Rental of town owned property	7,832	3,816	4,161	2,748	595	163,356	171,087	151,472	137,767	132,302
Local revenues	946,858	365,735	355,767	447,574	409,679	103,093	577,789	69,800	78,642	238,217
Assessments	2,644,249	2,722,367	2,606,135	2,588,450	2,541,036	2,857,375	2,737,195	2,688,513	2,908,891	3,128,191
Other	1,311,395	787,707	803,687	759,832	739,684	918,044	1,577,753	1,173,651	859,538	1,277,022
Total revenues	<u>117,188,288</u>	<u>104,358,318</u>	<u>105,403,884</u>	<u>103,986,617</u>	<u>112,090,644</u>	<u>110,373,822</u>	<u>112,419,274</u>	<u>110,341,206</u>	<u>113,061,263</u>	<u>120,731,407</u>
Expenditures:										
Current:										
General government	2,448,471	2,239,167	2,003,567	1,913,540	5,674,412	1,964,048	2,199,199	2,205,494	2,245,328	2,210,896
Planning and development	1,015,444	1,517,056	1,213,872	807,450	3,177,802	844,237	704,150	491,362	551,342	1,276,962
Public safety	4,068,623	4,177,971	4,162,967	4,156,758	4,208,408	4,426,304	4,440,427	4,366,285	4,558,452	4,735,609
Facility management	5,122,093	5,408,842	5,543,118	5,893,233	5,975,632	5,671,060	5,862,713	5,727,133	5,690,540	5,855,240
Culture and recreation	3,852,304	4,005,692	3,959,615	4,177,239	4,165,021	4,047,226	4,263,907	4,091,607	4,210,600	4,330,256
Health and welfare	634,133	749,436	756,353	721,978	702,936	727,795	786,278	858,548	818,821	809,168
Fringe benefits and insurance	4,344,674	4,399,255	4,351,456	4,675,137	4,372,802	4,675,479	4,833,766	5,080,534	4,602,175	4,871,466
Education	84,812,623	68,976,132	71,467,509	71,649,955	73,986,774	75,661,224	78,987,017	76,446,257	78,891,667	85,375,951
Special projects	176,813	306,883	15,000							
Capital outlay	16,039,531	6,941,175	6,835,862	3,375,755	7,701,678	6,180,583	3,440,988	6,725,454	6,925,221	10,500,504
Debit service:										
Principal	4,472,195	6,527,597	5,709,008	5,753,087	5,871,345	5,879,971	6,453,974	6,533,165	6,043,138	6,178,314
Interest	1,805,498	1,950,348	1,678,746	1,573,248	1,508,161	1,257,711	1,103,933	947,530	866,277	864,972
Total expenditures	<u>128,792,402</u>	<u>107,199,554</u>	<u>107,697,073</u>	<u>104,697,380</u>	<u>117,344,971</u>	<u>111,335,638</u>	<u>113,076,352</u>	<u>113,473,369</u>	<u>115,403,561</u>	<u>127,009,338</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(11,604,114)</u>	<u>(2,841,236)</u>	<u>(2,293,189)</u>	<u>(710,763)</u>	<u>(5,254,327)</u>	<u>(961,816)</u>	<u>(657,078)</u>	<u>(3,132,163)</u>	<u>(2,342,298)</u>	<u>(6,277,931)</u>
Other Financing Sources:										
Proceeds from capital lease										
Proceeds from sales of bonds	4,090,780		4,869,506	5,000,000	5,191,969	5,638,019		9,768,488		12,251,686
Payments to escrow agents					(5,106,184)			(3,474,640)		
Proceeds from loans	1,172,314			42,679						
Total other financing sources	<u>5,263,094</u>	<u>-</u>	<u>4,869,506</u>	<u>5,042,679</u>	<u>85,785</u>	<u>5,638,019</u>	<u>-</u>	<u>6,293,848</u>	<u>-</u>	<u>12,251,686</u>
Net Change in Fund Balances	(6,341,020)	(2,841,236)	2,576,317	4,331,916	(5,168,542)	4,676,203	(657,078)	3,161,685	(2,342,298)	5,973,755
Fund Balance at Beginning of Year	<u>27,136,882</u>	<u>20,795,862</u>	<u>17,954,626</u>	<u>20,530,943</u>	<u>24,862,859</u>	<u>19,694,317</u>	<u>24,370,520</u>	<u>23,713,442</u>	<u>26,875,127</u>	<u>24,532,829</u>
Fund Balance at End of Year	<u>\$ 20,795,862</u>	<u>\$ 17,954,626</u>	<u>\$ 20,530,943</u>	<u>\$ 24,862,859</u>	<u>\$ 19,694,317</u>	<u>\$ 24,370,520</u>	<u>\$ 23,713,442</u>	<u>\$ 26,875,127</u>	<u>\$ 24,532,829</u>	<u>\$ 30,506,584</u>
Debt Service as a Percentage to Noncapital Expenditures	5.57%	8.46%	7.32%	7.26%	6.50%	6.63%	6.92%	6.91%	6.91%	5.79%

TABLE 5

TOWN OF SIMSBURY, CONNECTICUT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(in Thousands of Dollars)

Fiscal Year	Real Property		All Land	Motor Vehicles	Personal Property	Tax Exempt Real Property Excluded	Total Taxable Assessed Value	Mill Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property								
2008	\$ 1,502,769	\$ 214,362	\$ 16,638	\$ 172,758	\$ 115,896	\$ 222,290	\$ 2,022,423	36.90	\$ 3,961,196	51.1 %
2009	1,991,069	295,774	16,918	176,222	117,587	276,266	2,597,570	29.60	3,971,248	65.4
2010	1,999,922	296,264	24,478	165,121	111,801	280,231	2,597,586	30.10	3,674,499	70.7
2011	2,006,469	298,680	23,539	166,125	104,650	286,585	2,599,462	30.55	3,717,024	69.9
2012	2,009,423	300,156	21,457	171,793	96,697	298,661	2,599,526	30.86	3,617,413	71.9
2013	2,012,384	301,240	21,030	182,668	82,147	289,240	2,599,468	31.37	3,505,330	74.2
2014	1,697,766	260,396	17,465	179,800	79,240	301,195	2,234,667	37.29	3,481,281	64.2
2015	1,708,581	259,276	16,637	179,800	79,240	304,761	2,251,625	37.14	3,577,008	62.9
2016	1,714,665	258,610	15,617	184,456	95,823	300,668	2,268,971	37.00	3,586,050	63.3
2017	1,731,800	253,823	24,984	184,785	97,023	324,211	2,292,415	37.12	3,600,147	63.7

Source: Town of Simsbury Assessor and State of Connecticut, Office of Policy and Management.

Note: Except for the fiscal year ending June 30, 2004, the estimated actual taxable is the Equalized Net Grand List as determined by the State of Connecticut, Office of Policy and Management. Properties in town are reassessed every five years per state statute. The last completed revaluation was for the fiscal year ending June 30, 2014. For the fiscal year ending 2014, the estimated actual taxable value is the sum of the real estate assessments divided 63.5%, plus the motor vehicle and personal property assessments divided by 70%.

TABLE 6

**TOWN OF SIMSBURY, CONNECTICUT
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

	2017			2008		
	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List
Hartford Life and Accident Ins. Company	\$ 42,226,760	1	1.84 %	\$ 22,530,180	2	1.11 %
Connecticut Light & Power	29,546,160	2	1.29	15,378,170	4	0.76
E and A/I and I and G Commons LP	23,450,000	3	1.02	13,022,000	5	0.64
Executive Risk Indemnity Inc.	17,247,680	4	0.75	16,950,654	3	0.84
Eastpointe Dorset Crossing Owner LLC	13,571,198	4	0.59			
Hoffman Enterprises Limited Partnership	10,613,400	6	0.46			
Mill Commons LLC	9,642,420	7	0.42			
Simsbury Commons North E&A LLC	8,864,800	8	0.39	8,024,310	9	0.40
Simsbury Hopmeadow Street LLC	8,498,970	9	0.37			
Woodgreen Simsbury LLC	8,464,400	10	0.37			
Simsbury Assoc. Limited Partnership				37,800,000	1	1.87
Dyno Nobel Inc.				8,448,188	8	0.04
Ensign-Bickford Realty Corporation				10,139,710	6	0.50
Powder Forest Homes LLC				9,869,983	7	0.49
McLean George P Estate				6,536,990	10	0.32
	<u>\$ 172,125,788</u>		<u>7.50 %</u>	<u>\$ 148,700,185</u>		<u>6.97 %</u>

Source: Town Assessor's office

TABLE 7

TOWN OF SIMSBURY, CONNECTICUT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(In Thousands)

Fiscal Year	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$	75,006	\$ 74,473	\$ 99.29 %	\$ 526	\$ 74,999	99.99 %
2009		76,960	76,505	99.41	444	76,949	99.99
2010		78,145	77,567	99.26	565	78,132	99.98
2011		79,341	78,850	99.38	476	79,326	99.98
2012		80,215	79,748	99.42	424	80,171	99.95
2013		81,566	81,090	99.42	413	81,502	99.92
2014		83,294	82,961	99.60	241	83,202	99.89
2015		83,747	83,403	99.59	229	83,632	99.86
2016		84,404	83,955	99.47	277	84,232	99.80
2017		85,482	85,008	99.45		85,008	99.45

Source: Town Tax Collector office and Finance office

TABLE 8

**TOWN OF SIMSBURY, CONNECTICUT
RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET GENERAL BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

Fiscal Year	General Bonded Debt					Percentage of Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds		State of CT	Clean	Total			
	General Purpose	Schools	Project Loan	Water Fund Loan	Primary Government			
2008	\$ 13,230,969	\$ 25,422,000	\$ 128,217	\$ 21,037,216	\$ 59,818,402	1.51%	1.51%	2.57
2009	11,435,616	22,341,000	120,950	19,331,886	53,229,452	1.34%	1.34%	2.29
2010	11,792,263	21,975,000	113,610	18,445,218	52,326,091	1.42%	1.32%	2.25
2011	14,349,499	19,550,000	106,197	17,540,653	51,546,349	1.40%	1.30%	2.22
2012	12,168,024	16,815,000	98,709	16,617,830	45,699,563	1.23%	1.15%	1.95
2013	14,833,377	14,795,000	91,146	15,676,381	45,395,904	1.25%	1.14%	1.93
2014	12,448,221	11,800,279	83,507	14,715,929	39,047,936	1.11%	0.90%	1.66
2015	17,271,364	8,722,936	75,791	13,736,091	39,806,182	1.11%	0.90%	1.65
2016	13,807,003	5,888,215	67,997	12,736,475	32,499,690	0.88%	0.58%	1.30
2017	19,858,209	6,707,171	60,126	11,716,683	38,342,189	0.88%	0.58%	1.30

(1) See Table 5 for taxable property value data.

(2) See Table 11 for personal income and population data.

TABLE 9

**TOWN OF SIMSBURY, CONNECTICUT
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

Fiscal Year	Town of Simsbury General Fund			Simsbury Fire District	Total
	Operating Millage	Debt Service Millage *	Total Town Millage	Millage **	
2008	34.34	2.56	36.90	1.30	38.20
2009	27.42	2.18	29.60	1.05	30.65
2010	27.96	2.14	30.10	1.05	31.15
2011	28.22	2.33	30.55	1.03	31.58
2012	28.54	2.32	30.86	1.02	31.88
2013	29.21	2.16	31.37	1.03	32.40
2014	34.69	2.60	37.29	1.22	38.51
2015	34.62	2.52	37.14	1.19	38.33
2016	34.89	2.23	37.12	1.19	38.31
2017	34.52	2.60	37.12	1.23	38.35

* Debt service millage based on debt expenditures to total appropriations.

Town millage set as one number

** The Simsbury Fire District has no debt

TABLE 10

**TOWN OF SIMSBURY, CONNECTICUT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt limit	\$ 529,348,036	\$ 543,238,654	\$ 550,545,555	\$ 560,196,175	\$ 564,044,593	\$ 573,743,814	\$ 585,105,962	\$ 587,668,774	\$ 592,572,134	\$ 599,644,318
Total net debt applicable to limit	72,902,911	62,661,314	65,228,306	51,560,382	56,811,356	48,887,461	47,507,359	40,378,199	40,073,073	46,245,721
Legal Debt Margin	<u>\$ 456,445,125</u>	<u>\$ 480,577,340</u>	<u>\$ 485,317,249</u>	<u>\$ 508,635,793</u>	<u>\$ 507,233,237</u>	<u>\$ 524,856,353</u>	<u>\$ 537,598,603</u>	<u>\$ 547,290,575</u>	<u>\$ 552,499,061</u>	<u>\$ 553,398,597</u>
Total net debt applicable to the limit as a percentage of debt limit	13.77%	11.53%	11.85%	9.20%	10.07%	8.52%	8.12%	6.87%	6.87%	7.71%

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation. The calculation of the 2016 debt limit can be found on Schedule 4 of this report.

**TOWN OF SIMSBURY, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Personal Income (Thousands of Dollars) (1)		Per Capita Personal Income (1)	Median Age (1)	Education Level in Years of Schooling (1)		School Enrollment (2)	Unemployment Rate (3)	
						Percentage of				
						High School Graduate or Higher	Bachelor's Degree or Higher			
2008	23,234	\$	922,622	\$	39,710	39.6	94.5	61.4	4,917	4.1 %
2009	23,234		922,622		39,710	39.6	94.5	61.4	4,908	5.5
2010	23,234		922,622		39,710	39.6	94.5	61.4	4,838	6.2
2011	23,234		922,622		39,710	39.6	94.5	61.4	4,731	6.1
2012	23,438		930,723		39,710	41.0	96.9	60.0	4,657	6.6
2013	23,498		933,106		39,710	41.0	96.9	60.0	4,501	5.4
2014	23,535		1,018,570		43,279	43.3	95.7	62.7	4,330	4.8
2015	23,535		1,018,570		43,279	43.0	96.9	60.0	4,254	3.2
2016	24,348		1,328,013		54,543	43.8	97.5	65.3	4,133	3.6
2017	23,844		1,328,013		53,329	44.3	97.5	65.0	4,110	3.2

Sources: Population, personal income, median age and education level provided by Town of Simsbury

(1) U. S. Census Bureau, American Community Survey (ACS), 5-Year Estimates.

(2) Simsbury, Board of Education.

(3) State of Connecticut, Department of Labor.

TABLE 12

**TOWN OF SIMSBURY, CONNECTICUT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

	2017			2008		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Simsbury Board of Education	654	1	6.91 %	667	2	5.92 %
McLean Home Care	500-999	2	7.93	565	3	5.02
Ensign-Bickford Companies	500-999	3	7.93	300	5	2.66
Chubb-Executive Risk, Inc.	250-499	4	3.96	553	4	4.91
Hoffman Auto Group	250-499	5	3.96			
Super Stop & Shop	100-249	6	1.85			
Town of Simsbury	164	7	1.73	146	7	1.30
Mitchell of Simsbury	100-249	8	1.85	130	9	1.15
Hopmeadow Country Club	100-249	9	1.85			
Veeder-Root Company	100-249	10	1.85	135	8	1.20
Dyno Nobel				220	6	1.95
The Hartford Life Insurance Co.				3,000	1	26.64
Wagner, Ford, Nissan				92	10	0.82
	<u>2718-4810</u>		<u>39.83 %</u>	<u>5,808</u>		<u>51.57 %</u>

Source: 2017 data: Connecticut Department of Labor and Connecticut Economic Resources Center, Inc.
2008 data: U.S. Department of Commerce, Bureau of the Census 1990 and 2000.

TABLE 13

**TOWN OF SIMSBURY, CONNECTICUT
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government:										
Central administration	5.0	5.5	5.5	5.5	4.0	4.0	5.0	5.0	5.0	5.0
Finance	3.0	3.0	3.0	3.0	4.0	4.0	4.0	4.0	4.0	4.0
Tax collector	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Assessor's	3.0	3.0	3.0	2.5	2.0	2.0	3.0	3.0	3.0	3.0
Town clerk	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Data Processing	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Public safety:										
Officers	38.0	38.0	36.0	36.0	36.0	35.0	35.0	35.0	36.0	35.0
Civilians	11.0	11.0	11.0	11.0	10.0	10.0	11.0	11.0	11.0	10.0
Planning and development:										
Community development	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Planning	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Building	3.0	3.0	2.5	2.5	2.0	2.0	3.0	3.0	3.0	3.0
Engineering	2.8	1.8	1.5	1.5	1.0	1.0	2.0	2.0	3.0	3.0
Facilities management:										
Public works	4.0	3.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.0
Buildings & maintenance	6.5	6.5	6.5	6.5	6.0	6.0	6.0	6.0	6.0	6.0
Highway	20.0	20.0	19.0	19.0	19.0	18.0	19.0	19.0	19.0	19.0
Sewer treatment plant	11.0	11.0	11.0	11.0	11.0	11.0	10.0	10.0	10.0	10.0
Social services	4.5	3.5	3.5	3.5	3.0	3.0	4.0	4.0	4.0	4.0
Public libraries***	24.0	24.0	24.0	23.5	13.0	13.0	14.0	14.0	14.0	13.0
Parks and recreation	17.0	17.0	17.0	17.0	15.0	15.0	17.0	17.0	18.0	16.0
Board of Education:										
Certified	391.6	390.2	390.9	400.7	401.0	405.0	399.0	408.0	416.0	416.0
Non-certified	262.3	259.5	252.2	247.8	248.0	249.0	271.0	247.0	250.0	251.0
Total	<u>817.6</u>	<u>811.0</u>	<u>799.6</u>	<u>804.0</u>	<u>788.0</u>	<u>791.0</u>	<u>816.0</u>	<u>801.0</u>	<u>815.0</u>	<u>810.0</u>

Source: Town of Simsbury and Simsbury Board of Education

*** Library Staff misstated 2013 and prior

TABLE 14

TOWN OF SIMSBURY, CONNECTICUT
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<u>General Government</u>										
Birth certificates issued	181	202	164	171	162	172	159	180	191	174
Death certificates issued	185	168	215	196	195	196	230	207	169	188
Marriage licenses issued	269	241	303	281	305	274	265	259	222	184
<u>Boards and Agencies</u>										
Registered voters	16,404	16,103	15,773	15,859	15,997	16,411	16,899	16,236	16,601	16,560
<u>Planning and Development</u>										
Building permits issued	719	877	861	676	681	766	573	575	483	495
Building department fees	369,966	1,121,573	606,216	651,959	497,889	485,902	247,760	394,080	334,404	435,721
Value of building permits (in thousand of dollars)	24,055	64,448	42,281	35,637	31,908	34,851	15,193	15,415	21,760	19,255
<u>Public Safety</u>										
Part I crimes	173	147	151	169	189	188	136	151	214	236
Motor vehicle accidents	622	584	615	651	510	625	723	661	724	756
Medical calls	1,659	1,669	1,559	1,544	1,430	1,444	1,370	1,300	1,216	1,129
Motor vehicle enforcement	3,767	3,985	3,757	2,980	3,167	3,940	4,394	4,740	5,242	4,949
Alarm responses	801	915	865	789	810	879	840	837	866	797
Total incidents	37,122	33,912	32,183	31,256	36,171	33,311	29,890	28,139	28,055	25,703
<u>Facility Management</u>										
Miles of roads maintained	164	164	164	164	164	164	163	163	163	163
<u>Public Libraries</u>										
Volumes in collection	136,436	150,553	152,567	147,540	153,179	152,592	154,307	145,078	156,000	145,759
Items circulated	376,364	389,691	396,836	426,575	461,477	477,650	479,791	462,232	461,113	330,825
Attendance	381,907	375,523	361,357	314,928	254,745	249,750	256,060	268,100	256,000	191,704
Events	1,447	1,631	1,573	1,100	1,010	1,117	1,061	954	708	420
<u>Human Services</u>										
Dial-a-ride passengers	8,576	9,275	9,704	9,405	9,768	10,525	9,352	7,848	8,625	8,322
Dial-a-ride traveled miles	44,864	46,195	49,066	48,799	50,342	52,537	47,827	43,014	45,101	43,932
<u>Education</u>										
Elementary schools	5	5	5	5	5	5	5	5	5	5
Middle schools	1	1	1	1	1	1	1	1	1	1
High schools	1	1	1	1	1	1	1	1	1	1

TABLE 15

TOWN OF SIMSBURY, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<u>Facility Management</u>										
Miles of town roads	164	164	164	164	164	164	163	163	163	163
Miles of sidewalks	8	8	8	8	8	8	8	8	8	8
Sanitary sewers (miles)	81	81	81	81	81	81	81	81	81	81
Storm sewers (miles)	55	55	55	55	55	55	55	55	55	55
Treatment capacity (thousands of gallons)	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800
<u>Parks and Recreation</u>										
Acreage	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815
Neighborhood parks	11	11	11	11	11	11	11	11	11	11
Playgrounds (including schools)	12	12	12	12	12	12	12	12	12	12
Swimming pools	6	6	6	6	6	6	6	6	6	6
Ice skating facilities	1	1	1	1	1	1	1	1	1	1
Public golf course	1	1	1	1	1	1	1	1	1	1
Tennis courts	17	17	17	17	17	17	17	17	17	17
Baseball fields	14	14	14	14	14	14	14	14	14	14
Basketball courts	2	2	2	2	2	2	2	2	2	2
Soccer fields	21	21	21	21	21	21	21	21	21	20
Football fields	2	2	2	2	2	2	2	2	2	2
<u>Health and Welfare</u>										
Community center	1	1	1	1	1	1	1	1	1	1
Dial-a-ride buses	2	2	2	2	2	2	2	2	2	2

Source(s): Various Town Departments